B.K. BIRLA CENTRE FOR EDUCATION

SARALA BIRLA GROUP OF SCHOOLS
A CBSE DAY-CUM-BOYS' RESIDENTIAL SCHOOL

TERM-1 EXAMINATION 2026-27
BUSINESS STUDIES (054) SET-II

Class: XI	**Time: 3hrs**
Date: 31.08.2026	**Max Marks: 80**
Admission no:	**Roll no:**

General Instructions:

Read the following instructions very carefully and strictly follow them:

i. **This question paper contains 34 questions. Answer the questions according to given instructions.**

ii. **Marks are indicated against each question.**

Q1) What is true about the type of business shown above (1)
i) Can be started by two people
ii) All the members have unlimited liability and are jointly and individually liable.
iii) Business secrecy cannot be maintained as it is required to publish its accounts.
iv) It is governed by the Companies Act.
(A) Only i) and ii) (B) Only i),ii) and iii) (C) Only ii) and iv) (D) Only ii),iii) and iv)

Q2) A,B and C enter into a partnership agreement and it was decided that as A is the youngest he will have limited liability. This form of partnership is __________ partnership. (1)
(A) General (B) Partnership at will (C) Particular (D) Limited

OR

According to which section of partnership a Minor can be admitted to Partnership?
(A) Section 11 (B) Section 21 (C) Section 30 (D) Section 40

Q3) Members may come, members may go but company remains for ever. Which feature of company is highlighted by the statement? (1)
(A) Perpetual Succession (B) Transfer of Shares (C) Common Seal (D) Artificial person

Q4) Which of the following is not a feature of a Joint Hindu Family Business? (1)
(A) Governed by Hindu Law (B) Only male members can be co-parceners
(C) Liability of Karta is limited. (D) Membership is by birth

OR

Maximum number of partners in a partnership firm is.
(A) 200 (B) 150 (C) 100 (D) 50

Q5) Statement 1: Sole proprietorship is suitable for small-scale businesses.
Statement 2: It is not easy to start.
Choose the correct option: (1)
(A) Both Statement 1 and Statement 2 are correct.
(B) Both Statement 1 and Statement 2 are incorrect.
(C) Statement 1 is correct but Statement 2 is incorrect.
(D) Statement 1 is incorrect but Statement 2 is correct.

OR

Statement 1: The Karta in HUF has limited liability.
Statement 2: The coparceners in HUF have unlimited liability.
Choose the correct option:
(A) Both Statement 1 and Statement 2 are correct.
(B) Both Statement 1 and Statement 2 are incorrect.
(C) Statement 1 is correct but Statement 2 is incorrect.
(D) Statement 1 is incorrect but Statement 2 is correct.

Q6) ____________ Trade involves the transport of goods through the sea, using ships.
(A) Maritime (B) Shipment (C) Cargo (D) Internal (1)

Q7) What is TRUE regarding Profession (1)
(i) Has a restricted entry
(ii) Professionals get wages after they complete their work
(iii) The basic motive of a profession is to serve clients with dedication.
(A) Only (i) and (ii) (B) Only (ii) and (iii) (C) Only (i) and (iii) (D) All the tree

Q8) Assertion (A): Internal trade refers to buying and selling of goods within the geographical boundaries of a country.
Reason (R): Internal trade does not require foreign exchange.
Choose the correct option: (1)
(A) Both Assertion (A) and Reason (R) are true, and (R) is the correct explanation of (A).
(B) Both Assertion (A) and Reason (R) are true, but (R) is not the correct explanation of (A).
(C) Assertion (A) is true, but Reason (R) is false.
(D) Assertion (A) is false, but Reason (R) is true.

Q9) It is payable at sight, just like a demand bill. (1)
(A) Darshani Hundi (B) Muddati Hundi (C) Jokhmi Hundi (D) Zikri Hundi

Q10) Find the odd one out. (1)
(A) Public Service (B) Personal Service (C) Social Service (D) Business Service

Q11) An account where a third party holds funds while a transaction between two or more parties are completed is known as. (1)
(A) Demat Account (B) Bank Account (C) Debit Account (D) Escrow Account

Q12) Anita has a collection of National Geographic magazines, she is moving out of the city and so she sold all her magazines online to Krishna. This is an example of. (1)
(A) B2C Commerce (B) C2C Commerce (C) Intra-B Commerce (D) B2B Commerce

Q13) Which one of the following is NOT a segment of outsourcing? (1)
(A) Contract Sales (B) Contract research (C) Contractual Informatics (D) Contract manufacturing

Q14) The above picture represents. (1)
(A) B2B Commerce (B) B2C Commerce (C) C2C Commerce (D) Intra-B Commerce

Q15) In relation to Business Process Outsourcing ITES means. (1)

(A) Influence Time Elongated Service (B) Informed Time Economy Service

(C) Informational Technical Enabled Service (D) Information Technology Enabled Service.

OR

Global reach is possible in case of

(A) e-Business (B) Traditional Business (C) Both A and B (D) None

Q16) Division of society on the basis of familiarity or non-familiarity with digital technology is called. (1)

(A) Digital divide (B) IT divide (C) e-commerce divide (D) Media divide

Q17) Assertion (A): Departmental undertakings face excessive red tape and bureaucratic delays.

Reason (R): The employees of departmental undertakings are government servants and are governed by civil service rules.

Choose the correct option: (1)

(A) Both Assertion (A) and Reason (R) are true, and (R) is the correct explanation of (A).

(B) Both Assertion (A) and Reason (R) are true, but (R) is not the correct explanation of (A).

(C) Assertion (A) is true, but Reason (R) is false.

(D) Assertion (A) is false, but Reason (R) is true

Q18) Which of the following is an advantage of Global enterprise? (1)

(A) Repatriation of Profits (B) Resource Exploitation

(C) Foreign Direct Investment (D) Competition from Local and International Players

Q19) Multinational Corporations are also known as. (1)

(A) Transpiration Companies (B) Translocation Corporations

(C) Transmitted Companies (D) Transnational Corporations

OR

The statutory corporation is managed and controlled by Board of Directors _________________.

(A) Elected by the members of statutory corporation (B) Nominated by the government

(C) Appointed by the government (D) Selected by a special committee.

Q20) What is NOT true for a Public sector Enterprises (1)

(A) They mainly operate in the field of strategic industries

(B) Entire or at least 75% of capital is contributed by government

(C) Their major aim is to provide service to public

(D) There is less freedom due to political interference.

Q21) State any three differences between member and coparcener in Joint Hindu Family business. (3)

Q22) Explain any three mail facilities provided by the India Post. (3)

OR

What is internet banking? State any four requirements for Internet banking.

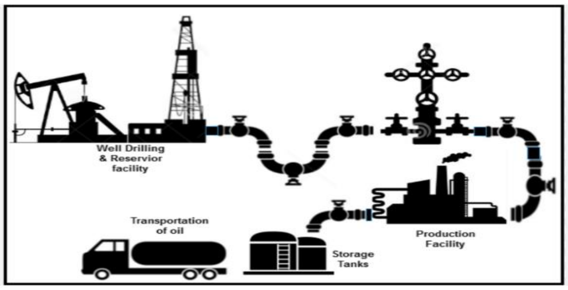
Q23) Identify the type of company? Explain any two features of such a company. (3)

Q24) Differentiate between e-business and Traditional business on the basis of

i) Physical presence ii) Organisational structure iii) Government patronage (3)

OR

Explain any three benefits of e-business.



Q25) What type of manufacturing industry is shown above? What are the other types of manufacturing industries? Explain them. (4)

Q26) State any four characteristics of business and explain any three. (4)

Q27) Explain what is shown above? What is its other name of partnership deed? State any four items that a partnership deed must contain. (4)

Q28) Explain any four reasons why outsourcing is required. (4)

OR

Explain any four e-business applications.

Q29) Write four benefits e-banking provides to customers. (4)

OR

Mr.Akash owns a commercial building. He decides to insure his building against fire risks. He approaches two different insurance companies and buys two separate policies:
Policy A from Star Insurance for Rs.5,00,000, and Policy B from Zenith Insurance for Rs.10,00,000.
A few months later, a short-circuit fire breaks out, causing structural damage to the building calculated at Rs.3,00,000. Mr. Akash files a claim demanding Rs.3,00,000 each from Star Insurance and Zenith Insurance, aiming to collect a total of Rs.6,00,000 so he can also remodel his personal office room.
i) Can Mr.Akash legally recover Rs.6,00,000 from both companies combined? Explain your answer citing the relevant insurance principle.
ii) Name and explain the secondary principle that guides how Star Insurance and Zenith Insurance will settle this specific loss of Rs.3,00,000. Clearly show their individual settlement.

Q30) Read the case below and answer the questions that follow:
National Telecom Services (NTS) is a state-owned telecommunications enterprise established as an extension of the Ministry of Communications. It is fully funded directly by the government treasury, and all its revenues are deposited back into the government account.
Last year, NTS faced intense competition from private telecom players who launched 5G services overnight. To counter this, the regional manager of NTS wanted to immediately upgrade their local transmission towers. However, his proposal had to travel through multiple files, desks, and secretarial approvals, taking eight months just to get sanctioned. By the time the approval came, NTS had already lost 20% of its user base to private rivals.

Furthermore, when the project started, officials refused to take any bold operational risks or experiment with innovative tech solutions. They strictly followed age-old, rigid rules to ensure they wouldn't face disciplinary action or political questioning later. To complicate matters, the newly appointed Minister of Communications abruptly changed the project's vendor priorities mid-way to align with new political agendas, completely disrupting the timeline and leaving the enterprise unable to exploit consumer demand.

i) Identify the form of public sector enterprise described in the case above. (1)

ii) Identify and explain three demerits of this form of enterprise by quoting relevant lines from the case. (3)

Q31) Business = Industry + Commerce. Draw a flow chart and explain the equation. (6)

Q32) Write six differences between Partnership and Sole Proprietorship. (6)

OR

Write six differences between Partnership and Joint Stock Company.

Q33) What are the common features which all the above companies exhibit? (6)

Q34) a) Write short note on RTGS and NEFT (4)

b) Write the full forms of (2)

i) AEPS ii) IFSC iii) USSD iv) VSAT

ALL THE BEST