



B.K. BIRLA CENTRE FOR EDUCATION

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

ANNUAL EXAM 2025-26

BUSINESS STUDIES (054)

Class: XI

Date: 20.02.2026

Admission no:

SET-A

Time: 3 Hrs

Max Marks: 80

Roll no:

General instructions:

Read the following instructions very carefully and strictly follow them:

1. This question paper contains 34 questions.
2. Marks are indicated against each question.
3. Answers should be brief and to the point.

Q1) 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

Q2) **Statement 1:** The Karta in HUF has limited liability.

Statement 2: The coparceners in HUF have unlimited liability.

Choose the correct option:

(1)

- (A) Both statement 1 and 2 are correct.
- (B) Both statement 1 and 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: Only male members can be coparceners in a HUF in most parts of India

Statement 2: After the amendment in 2005, daughters also become coparceners.

Choose the correct option:

- (A) Both statement 1 and 2 are correct.
- (B) Both statement 1 and 2 are incorrect
- (C) Statement 1 is correct but Statement 2 is incorrect
- (D) Statement 1 is incorrect but Statement 2 is correct

Q3) Rudraksh, Soumya and Gaurav are three partners who had contributed Rs.4,00,000; Rs.2,00,000 and Rs.2,00,000. There is no written agreement among them. How will they distributed the profit of Rs.1,50,000?

(1)

- (A) 50,000 each to all the three partners
- (B) 75,000 to Rudraksh and 37,500 each to other two
- (C) 1,00,000 Rudraksh and 25,000 each to other two
- (D) Only 1,20,000 will be distributed equally

Q4) Hyundai and Indian Railways are

(1)

- (A) Both government companies
- (B) Multinational Company and Departmental undertaking
- (C) Departmental undertaking and Statutory Corporations
- (D) Both Multinational Companies

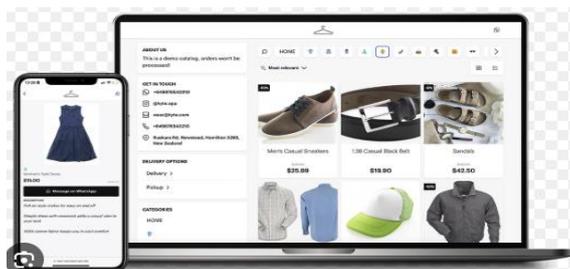


Q5) Identify the postal service shown above (1)
(A) Registered Post (B) Parcel (C) Speed Post (D) Courier

Q6) In relation to e-banking what is USSD? (1)
(A) United States Service Department (B) Universal Service Statistics Data
(C) Uniform System Service Department (D) Unstructured Supplementary Service Data

OR

In relation to Telecom services what is VSAT
(A) Very Special Active Terminal (B) Very Small Aperture Terminal
(C) Vast Small Active Temperature (D) Vast Small Active Terminal



Q7) Which e-business application is shown above. (1)
(A) e-Procurement (B) e-Auction (C) e-Trading (D) e-Promotion

Q8) E-commerce does not include (1)
(A) A business interaction with its suppliers
(B) A business interaction with its customers
(C) Interaction among the various departments within the business
(D) Interactions among the geographically dispersed units of the business

Q9) Raj had to go to his home town (Patna) due to an emergency as his mother met with an accident .He was working in Bangalore, but he is still able to do the work assigned to him online. How is this possible?(1)
(A) Jobs are sent to him in a telegram (B) Through VPN
(C) Through Net Banking (D) His company sends him work through an employee

OR

Which of these is not a scope of outsourcing?
(A) Informatics (B) Contract manufacturing (C) Contract sales (D) Contract research

Q10) **Assertion (A):** Legal responsibilities is broader than social responsibility
Reason(R): Legal responsibility may be fulfilled by mere compliance with law, while social responsibility involves voluntary efforts of business for benefit of society. (1)

- (A) Both (A) and (R) are correct and (R) is the correct explanation of (A)
- (B) Both (A) and (R) are correct but (R) is not the correct explanation of (A)
- (C) Only (A) is correct but (R) is not correct
- (D) Only (R) is correct but (A) is not correct

Q11) Alpha Corp. declared a consistent dividend for the past five years and regularly updates its shareholders about the company's financial performance through annual reports and meetings. Alpha is focusing on which interest group. (1)
(A) Shareholders (B) Customers (C) Government (D) Society

OR

Green Earth Ltd., a paper manufacturing firm, has adopted eco-friendly production methods, planted over 10,000 trees, and runs a school for underprivileged children in the nearby village. Which group is Green Earth Ltd. showing responsibility towards?

- (A) Shareholders (B) Customers (C) Government (D) Society



Q12) This is logo of which special financial institution in India? (1)

- (A) Industrial Finance Corporation of India (B) Indian Developmental Bank of India
(C) Industrial Credit and Investment Corporation of India (D) Industrial Developmental Bank of India

OR

Retained earnings are also known as

- (A) Putting back of profits (B) Purchasing back of profits
(C) Pulling back of profits (D) Ploughing back of profits

Q13) Public deposits of a company cannot exceed _____ of share capital and free reserves. (1)

- (A) 10% (B) 15% (C) 25% (D) 35%

Q14) **Assertion (A):** Cottage industries are generally located in rural areas.

Reason (R): They require large-scale infrastructure and investment.

Choose the correct option: (1)

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

OR

Assertion (A): Small businesses contribute significantly to export earnings.

Reason (R): They produce a wide range of handicrafts and handloom products.

Choose the correct option:

- (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.

Q15) Match the following (1)

i)	Patent	a)	Protects original work
ii)	Copyright	b)	Protects inventions
iii)	Trademark	c)	Protects agricultural and natural products
iv)	Geographical Indication	d)	Protects brand names, logos

(A) i) a), ii) b); iii) c); iv) d) (B) i) b), ii) a); iii) d); iv) c)

(C) i) c), ii) b); iii) a); iv) d) (D) i) d), ii) c); iii) b); iv) a)

Q16) In relation to Start-up what is of SIPP. (1)

- (A) Small Investment Property Plan (B) Secured Intellectual Planning Protections
(C) Start-up Investment Property Protections (D) Start-up Intellectual Property Protections

Q17) There are four tax slabs under GST (1)

(A) 5%, 12%, 18% and 28% (B) 5%, 12%, 18% and 24%

(C) 5%, 12%, 20% and 28% (D) 5%, 10%, 15% and 20%



Q18) Ravi sells fresh vegetables every morning. He uses his hand cart. Ravi is a? (1)
 (A) Pedlar (B) Cheap Jack (C) Hawker (D) Market trader

Q19) **Assertion (A):** International business increases competition in the domestic market.

Reason (R): It restricts the entry of foreign firms into the domestic market.

Choose the correct option:

- (1)
 (A) Both Assertion (A) and Reason (R) are true, and Reason (R) is the correct explanation of Assertion (A).
 (B) Both Assertion (A) and Reason (R) are true, but Reason (R) is not the correct explanation of Assertion.
 (C) Assertion (A) is true, but Reason (R) is false.
 (D) Assertion (A) is false, but Reason (R) is true.

Q20) If SEZ is Special Economic Zone what is EPZ? (1)

- (A) Equity Protection Zone (B) Export Prevention Zone
 (C) Export Protection Zone (D) Export Processing Zone

Q21) State any three economic objectives and three social objectives of business. (3)

OR

The primary and secondary sector will be helpless without tertiary sector. Explain this statement highlighting how the tertiary sector is helping by giving three examples.

Q22) What type of enterprise is Reserve Bank of India? Explain any two merit of such type of enterprise. (3)

Q23) Ravi is an entrepreneur who runs a company called "TechMart Solutions." His company supplies computer hardware and software to various schools and offices across India. Recently, he launched an e-commerce website where individual customers can buy laptops, accessories, and software directly. To expand further, he also created a platform called "ReSellIt" where users can list their used gadgets for sale and other users can buy them. Ravi's business now operates in multiple online business models. (3)

i) Identify and explain the type of e-business model followed when TechMart Solutions supplies computer hardware to schools and offices.

ii) What type of e-business model is being used when individual customers buy laptops directly from TechMart's website?

iii) What is the nature of the business model of the "ReSellIt" platform? Explain.

Q24) Name the eight subgroups of small business. How does MSMED Act classify micro enterprise? (3)

Q25) Read the case below and answer the following questions.

NovaTech Ltd. is a company that manufactures electric vehicles. It started operations in 2020 and has grown rapidly due to the increasing demand for eco-friendly transportation. The company was formed by a group of entrepreneurs who contributed capital and registered it under the Companies Act. NovaTech Ltd. is managed by a Board of Directors elected by shareholders. Recently, one of the founders sold all his shares to another investor without affecting the company's operations. The company's financial liabilities are limited to its assets, and no shareholder is personally liable for the company's debts.

i) Which feature of a Joint Stock Company is highlighted when one of the founders sells all his shares to another investor without disrupting company operations? Explain. (1)

ii) NovaTech Ltd. is managed by a Board of Directors elected by shareholders. Which feature does this statement reflect? How does it benefit the company? (2)

iii) Which sentence brings out the feature limited liability? What does it mean? (1)

Q26) What is a government company? Explain three features of a government company. (4)



Q27) What type of pollution is shown above? Are there any other causes of pollution? Explain. (4)

OR

List any four social responsibilities of the business towards i) Workers and ii) Community.

Q28) i) Complete the table (2)

Product Name	State	Date of GI Registration
Channapatna Toys		
		15 September 2009
		4 April 2014
	Punjab/Haryana/etc.	

ii) Explain the terms: Venture Capital and Business Incubators (2)

OR

“The small scale business plays a significant role in the socio-economic development of the country”. Examine the role of small scale business in relation to i) Employment Generation ii) Large variety of products iii) Low cost of production and iv) Customised production to prove the above statement.

Q29) Differentiate between Wholesaler and Retailer on the basis if (4)

(i) Scale of operations (ii) Capital (iii) Nature of payment (iv) Profit Margin

Q30) Clearly explain the pre-requisites for getting an export license. (4)

Q31) a) In relation to banking what is the full forms of the following: (2)

i) CDSL ii) RTGS iii) AEPS iv) QR code

b) Mr. Jacob owns a garment manufacturing unit in Mumbai. To safeguard his business, he purchases a fire insurance policy for Rs.80 lakhs covering his factory premises and stock. A few months later, a short circuit in the factory leads to a fire, damaging machinery and destroying a large portion of the stock. The fire also spreads to a neighboring warehouse owned by his friend, Mr. Rahul, causing damage to Rahul’s goods. Mr. Jacob files a claim with his insurance company for the losses incurred. The insurer compensates him for the damages to his own property. Later, the insurer files a case against the electrical contractor whose faulty wiring caused the short circuit. (4)

i) Identify and explain the principle of insurance that allowed Mr. Jacob to claim compensation for the damage to his factory and stock.

ii) Why was Mr. Jacob not eligible to claim compensation for the damage caused to Mr. Rahul’s warehouse?

iii) Which principle of insurance allows the insurance company to sue the electrical contractor after compensating Mr. Jacob?

iv) What principle is applied when determining that the short circuit was the main reason for the fire?

OR

Ravi, a 35-year-old software engineer, recently got married and is planning to start a family. He is concerned about the financial security of his spouse in case of any unforeseen event. After consulting a financial advisor, he decides to purchase a life insurance policy with a sum assured of Rs.50 lakhs and tenure of 25

years. He fills a form and discloses all material facts to the insurer. The policy also offers maturity benefits if he survives the policy term.

- i) What type of insurance has Ravi opted for? State any two essential elements of such a contract.
- ii) Mention any two features of life insurance.
- iii) What is the significance of the maturity benefit in Ravi's policy?
- iv) Name the principle of insurance that is applicable when Ravi discloses all material facts to the insurer.

Q32) What are the two types of shares that a company can issue? Explain its features. (6)

OR

a) Capital structure of a company is made up of 10% Debenture Rs.5,00,000; 15% Bank Loan Rs.4,00,000; 12% Preference Share Rs.5,00,000 and Equity shares valued at Rs. 6,00,000. If the profit of the year is Rs.2,90,000 calculate the rate of return of Equity Shareholders. (3)

b) Differentiate between Shares and Debentures on the basis of: (3)

- i) Status
- ii) Rate of return
- iii) Control

Q33) What is a chain store? State four features. Explain three demerits of chain store. (1+2+ 3)

Q34) International business is important to both Nations and Business Firms. Explain four benefits it offer to each.(6)

-----ALL THE BEST -----