



INDIAN SCHOOL NIZWA

BUSINESS STUDIES		
CH:1_Business, Trade and Commerce		
Name: _____	Date: _____	Class: XI Sec: _____

Multiple Choice Questions	
1	Which of the following is not a characteristic of business? a) Exchange of goods and services b) Profit motive c) Creation of utilities d) Destruction of goods
2	The process of exchanging goods and services between countries is known as: a) Domestic trade b) International trade c) Wholesale trade d) Retail trade
3	Which of the following is not a function of banking? a) Lending money b) Accepting deposits c) Issuing passports d) Providing credit cards
4	The possibilities of inadequate profits or even losses due to uncertainties are known as _____. (a) Business contingencies (b) Business risks (c) Business ventures (d) None of these
5	Name the two broad categories of business activities. (a) Trade and Commerce (b) Trade and Industry (c) Industry and Commerce (d) None of these
6	The industries which provide support services to other industries are known as _____. (a) Primary industries (b) Secondary industries (c) Commercial industries



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	(d) Tertiary industries
7	The occupation in which people work for others and get remunerated in return is known as _____. (a) Business (b) Profession (c) Employment (d) None of these
8	Transfer of interest exists in the case of _____. (a) Profession (b) Employment (c) Business (d) None of these
9	Which of the following does not characterise business activity? (a) Production of goods and services (b) Presence of risk (c) Sale or exchange of goods and services (d) Salary and wages
10	Commerce includes activities relating to trade and _____ to trade. (a) Supporting (b) Subsidiaries (c) Auxiliaries (d) None of these
Short Answer Questions	
1	Sort the following into a business concern, employment and profession. Jewellery Shop Clerk Lawyer Doctor
2	Write any three objectives of the business.
3	Explain the characteristic of business
4	What are the various types of industries?
5	Briefly explain any four auxiliaries to trade



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6	Name the six hindrances to trade
7	Explain in brief the type of manufacturing industries with examples of products manufactured in each type
8	How would you classify business activities?
9	What is business risk? What is its nature?
10	Why is business considered as an economic activity?
Case Based Questions	
1	<p>Case Study: Ramesh owns a cotton textile factory in Gujarat. He buys raw cotton from farmers, processes it into fabric, and then sells it to wholesalers across India. He uses road transport to deliver goods and insures his consignments to avoid loss. He also takes business loans from banks to maintain cash flow.</p> <p>Questions:</p> <ol style="list-style-type: none">1. Identify the type of industry Ramesh's business belongs to.2. Mention any two auxiliaries to trade used by Ramesh.3. How does banking help Ramesh in running his business?4. Which hindrances in commerce are being overcome in this case?
2	<p>Case Study: Aman wants to start a food truck business. He carefully selects the location, plans the budget, gathers necessary licenses, and hires a small team. He ensures that all safety and tax rules are followed. He also plans an ad campaign on Instagram to attract customers.</p> <p>Questions:</p> <ol style="list-style-type: none">1. Mention any two factors Aman considered before starting the business.2. Why is location important for Aman's type of business?3. Which business auxiliary is used in the form of his Instagram campaign?