



INDIAN SCHOOL MUSCAT
MID TERM EXAMINATION
ELEMENTS OF BUSINESS

CLASS: X

Sub. Code: 154

Time Allotted: 3 Hrs.

13.09.2017

Max. Marks: 80

General Instructions

1. All questions are compulsory.
2. Questions from serial no. 1 to 17 are multiple choice questions, carrying 1 mark each. These are to be answered by writing the correct option in your answer sheet.
3. Answers to questions from serial no.18 to 30 carrying 3 marks each may be of 50 to 70 words each.
4. Answers to question no 31 to 36 carrying 4 marks each may be of about 150 words.
5. Answers to questions 37 to 40 carrying 5 marks each may be of about 200 words.
6. Attempt all parts of a question together.

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- 1 A private company must have a minimum paid up capital of rupees _____. 1
(a) 1 lakh (b) 2 lakhs
(c) 1crore (d) fifty thousand
 - 2 Funds required for purchase of fixed assets are called 1
(a) working capital (b) fixed capital
(c) sunk capital (d) none of the above
 - 3 The maximum number of members required by a public company. 1
(a) 500 (b) unlimited
(c) 200 (d) 50
 - 4 On the basis of period, different sources of funds are 1
(a) fixed and working capitals
(b) owners and borrowed fund
(c) long, medium and short term sources
 - 5 A company that restricts the number of members to transfer their share. 1
(a) public company (b) government company
(c) multinational company (d) private company
 - 6 Internal and external sources of funds are examples of 1
(a) generation basis (b) period basis
(c) ownership basis
 - 7 It is necessary for a private company to use the word private _____ after its name. 1
(a) limited (b) unlimited
(c) liability (d) stock

- 8 Credit extended by one trader to another for purchase of goods and services is termed as 1
(a) trade credit (b) retained earnings
(c) debentures (d) shares
- 9 The act under which a government company is established. 1
(a) Companies Act, 1956 (b) Hindu Succession Act, 1956
(c) Factories Act, 1948 (d) Partnership Act, 1932
- 10 Debenture holders are paid a fixed amount of 1
(a) commission (b) interest
(c) dividend (d) brokerage
- 11 Technologies used in this method of communication are monitor screen, camera, 1
microphone, codec, internet connectivity.
(a) fax (b) written communication
(c) videoconferencing (d) e-mail
- 12 These shares represent ownership of a company. 1
(a) preference shares (b) convertible shares
(c) equity shares (d) cumulative shares
- 13 A machine carrying printed messages from the sender instrument to the receiver instrument. 1
(a) Internet (b) fax
(c) teleconferencing (d) letter
- 14 A written message sent from one party to another. 1
(a) letter (b) fax
(c) video (d) e-mail
- 15 Process of sharing information from one party to another. 1
(a) storage (b) transportation
(c) communication (d) message
- 16 This type of communication includes text messages. 1
(a) oral communication (b) written communication
(c) videoconferencing (d) teleconferencing
- 17 This is an international computer network that links computers. 1
(a) internet (b) e-mail
(c) fax (d) oral communication
- 18 Define 'Joint Stock Company'. Name the two types of companies. 3
- 19 Differentiate between 'videoconferencing' and 'teleconferencing'. 3
- 20 Explain 'internet & e-mail'. 3
- 21 Write a short note on 'letter'. 3
- 22 Differentiate between long term and short term sources of funds. 3

- 23 Define Government Company. Discuss its two features. 3
- 24 What is borrowed funds? State a few examples. 3
- 25 Explain briefly working capital requirements with examples. 3
- 26 Explain how multinational corporations exercise control over its branches in various countries. 3
- 27 State the two ways in which preference shareholders enjoy preferential rights over equity shareholders. 3
- 28 State two differences between Government Companies and Global Enterprises. 3
- 29 What is 'fax'? How does a person send fax message? 3
- 30 Explain 'videoconferencing & teleconferencing'. 3
- 31 State the features of a Private Company. 4
- 32 Give four features of a Public Company. 4
- 33 Distinguish between Public Company and Private Company. 4
- 34 Discuss the sources of funds available for Sole Proprietorship Firms. 4
- 35 What is 'Global Enterprises'? Explain any two features. 4
- 36 Write short notes on the following :- 4
- (a) Retained Earnings
- (b) Public Deposits
- 37 Define 'communication'. Discuss its two main types. 5
- 38 State differences between 'letter' and 'e-mail'. 5
- 39 Write short notes on the following:- 5
- (a) Trade Credit and (b) Debentures.
- 40 Discuss three differences between owned capital and borrowed capital. 5

End of the Question Paper