



INDIAN SCHOOL MUSCAT SECOND PERIODIC TEST

ELEMENTS OF BUSINESS

CLASS: X

Sub. Code: 154

Time Allotted: 50 mts.

05.06.2022

Max. Marks: 20

GENERAL INSTRUCTIONS:

1. Attempt all questions.
2. For questions from serial no. 1 to 5 write only your correct choice on the answer sheet.

1. The financial needs of a company are of two types 1
 - A. Economic and non- economic needs
 - B. Fixed capital and working capital
 - C. Retained earnings and public deposit
 - D. Equity shares and preference shares

2. an is owners funds. 1
 - A. Equity shares
 - B. Debentures
 - C. Public deposits
 - D. Loan from financial institutions

3. The acceptance of public deposits is regulated by the 1
 - A. President of India
 - B. Reserve Bank of India
 - C. State government.
 - D. Company

4. appears in the records of the buyer of goods as 'sundry creditors' or 'accounts payable'. 1
 - A. Trade credit
 - B. Public deposits
 - C. Loan
 - D. Retained earnings

5. Public deposits can take care of bothfinancial requirements of a business. 1
- A. Working and fixed capital
 - B. Equity and preference shares
 - C. medium and short-term
 - D. all of the above
6. Give an example of fixed asset in business. 1
7. What are public deposits? 1
8. Mention any two sources of owner's funds. 1
9. Mention any two drawbacks of public deposits. 1
10. Give an example of working capital in business. 1
11. Explain the sources of classification of business finance needs. 2
12. Explain the need of finance in business. 2
13. Mention any 4 sources of borrowed funds in business. 2
14. Define trade credit and retained earnings. Give two merits of each. 4

END OF THE QUESTION PAPER