

Self-Assessment Test

Maximum marks : 25

Time : 1:15 hours

1. Following are the characteristics of business risks. One of them is not correct. Identify it. (1)
 - (a) Risk is an essential component of every business.
 - (b) Loss is the reward for risk bearing.
 - (c) Degree of risk depends on the nature and size of business.
 - (d) Business risks arises due to uncertainties. (1)
2. Human activities are of _____ types. (1)
 - (a) One
 - (b) Two
 - (c) Three
 - (d) Four
3. Which of the following is not an example of non-economic activity? (1)
 - (a) Patriotism
 - (b) Teaching of school
 - (c) Sentiment
 - (d) Sympathy
4. State whether the following statement is 'True' or 'False': (1)

'Laziness' is an example of natural cause
5. Which of the following is an example of a natural cause? (1)
 - (a) Recession in the market
 - (b) Riots
 - (c) Epidemic
 - (d) Hailstrom

Tick all the correct options.
6. Which one of the following is known as service industry? (1)
 - (a) Banking
 - (b) Insurance
 - (c) Processing
 - (d) Advertising

Choose all the incorrect options.
7. Correct the given statement if it is incorrect. (1)

Mithila was a commercial town and also a major centre for export of stones.
8. (a) "Unexpected increase in competition" relates to which type of cause of business risk? State (1)
(b) Lakshay started a business of repairing mobile phones and laptops in his shop in Tilak Nagar. To earn more profits, he used to fix up duplicate spare parts in mobile phones and laptops. He focused only on earning profits and never laid emphasis on any other objective of the business.
Identify the objective of business which has been overlooked in the above case. (3)
9. (a) Wadhwa Pvt. Ltd. is a reputed company for treating its employees as prime assets. It has taken care of all benefits and protection that may accrue to the workers like providing minimum wages as prescribed by law, health insurance, cordial working atmosphere, etc. (1)
 - (i) Which cause of business risks the company is trying to minimise? State.
 - (ii) Write any one value which are being reflected due to such policy of the company towards its employees.

- (b) DLF Ltd. is India's largest real estate developer operating in development of residential, commercial and retail properties. Which type of industry DLF belongs to? (3)
10. Bhoomika moves from one place to another selling vegetables. She earns from the work and meets her daily requirements. She saved money and opened a shop where she sold vegetables and also provided home delivery services.
- (i) Identify the type of economic activity she is involved in.
- (ii) State any two features of the activity identified in (i) above. (3)
11. Anil, Sunil and Payal are friends. They are pursuing their MBA from IIMT, Banaras. While having a coffee during break time, they were discussing their future plans. Anil said he is planning to help his father by joining his printing press after completing MBA, Sunil on the other hand, wanted to get a job in some big company through institutions placement cell. Since Payal loves children, she shared her willingness to join an NGO and use her knowledge and skill to help the underprivileged children.
- (a) Identify and give two points of difference on any two basis between Anil's and Sunil's plans?
- (b) How would you classify the activity which Payal is willing to pursue after college? (4)
12. Guruansh's job involved travelling. As he was very fond of reading, he requested his father to buy him some books. His father sold his old laptop on OLX.com and bought him a new 'kindle' from Amazon.com. While buying the 'kindle', he noticed a message on the screen of the website that 1% of every purchase would be sent by the company to 'Alag Foundation' an NGO for underprivileged children.
- (a) Can the transactions by Guruansh's father be termed as business activity? Give reason with the help of relevant characteristic of business.
- (b) Which objective of business is Amazon fulfilling?
- (c) State the industry in which online business organisations deal.
- (d) Write any one value being achieved by Amazon by contributing a part of sales towards 'Alag Foundation'. (5)