

ZIAUDDIN KHAN MEMO.SR.SEC SCHOOL BADHARIA AZAMGARH**MM: 20****BUSINESS STUDIES (030)****DUR. 1HRS****CLASS: - 11**

INSTRUCTIONS:**All questions are compulsory.****Internal choices in 4, 5 mark questions. Question 1 to 5 carrying one marks, 6&7 carrying 3 marks. Question no 8 carrying 4 marks and question no 9 carrying 5 marks.**

1. Define term business?
2. Barber shop is an example of which kind of business organisation generally found?
3. What is trade credit?
4. In a sole proprietorship business, there is no chance of leaking the information to the public. Name the advantage which this statement is indicating?
5. Define borrowed fund?
6. Sweet Ltd. Is a public limited company engaged in manufacturing sugar? It convert the raw material i.e. Sugar cane into finished product i.e. is sugar. The company took a loan of Rs.20 lakhs from SBI bank for its growth and expansion. The company was unable to repay it because of heavy losses. The company asked its shareholders to come forward and contribute towards the repayment of loan. The shareholders refused as they had already paid the full amount due to their shares SBI filed a case against sweet ltd for not repaying the loan amount. The court decided that the shareholder of sweet ltd. couldn't be called to repay loan out of their personal property. It was the duty of sweet ltd. To use company's assets to repay loan.
 - A) In the given Case, what Type of liability enjoyed by Shareholders of Sweet Ltd.?
 - B) The Shareholders of Sweet Ltd. Were not liable to Contribute towards the Repayment of Loan. This Decision is based on which Concept?
 - C) In your View Why Did the Court not Held Liable Shareholders to repay loan out of Their Personal Property?
7. Which source of business finance is beneficial in case when an organisation wants to increase its inventory level in order to meet expected rise in sales volume in the near future?
8. Why profit is necessary for the business explain point wise?

OR

Briefly explain all the stages of formation of a company?

9. Distinguish between MOA and AOA?

OR

Distinguish between private and public company?