

**GREENLAWNS HIGH SCHOOL**  
**TERMINAL EXAMINATION 2023-24**

**SUB: COMMERCIAL STUDIES**  
**MARKS: 80**

**CLASS: X A/B**  
**TIME: 2 HOURS**

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*Answers to this Paper must be written on the paper provided separately.*

*You will **NOT** be allowed to write during the first 10 minutes.*

*This time is to be spent in reading the question paper.*

*The time given at the head of this Paper is the time allowed for writing the answers.*

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*Attempt **all** questions from **Section A** and **any four** questions from **Section B***

*The intended marks for the questions are given in brackets [ ].*

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**SECTION A**

[40]

[Attempt all questions]

**Question 1**

Choose the correct answers to the questions from the given option.

Do not copy questions. Write complete answer.

[16]

- i. It is an indivisible part of the capital of the company.
  - a) Debenture
  - b) Bonds
  - c) Shares
  - d) Treasury bills
  
- ii. Mr. Ganesh dies soon after his retirement. Family pension is now payable:
  - a) to the widow of the deceased employee
  - b) to the his eldest 25-year-old son.
  - c) to his daughter who is married to Mr. Sharma.
  - d) to his sibling.
  
- iii. Warehousing, order processing and inventory management are few main activities of –
  - a) Transportation
  - b) Insurance
  - c) Logistics
  - d) Social security

- iv. The function of capital market that inspire people to save is
- Availability of capital
  - Promotion of thrift
  - Ready market
  - Capital formation
- v. Neha and her friends are studying management from IIM. Towards the end of their course, the placement cell of the college has invited multiple companies to recruit the freshers. Which kind of recruitment is this?
- Recommendation
  - Placement agencies
  - Advertisements
  - Campus interviews
- vi. Which of these is NOT a feature of credit card.
- He is a creditor.
  - He is a debtor.
  - Payment is done after using the card.
  - Security is required of some form.
- vii. Payment of wages is classified as
- Capital expenditure
  - Revenue expenditure
  - Deferred revenue expenditure
  - Revenue loss
- viii. When the branch manager, Mr. Kishan retires, another branch manager, Ms. Shalini takes his place. Identify which of the following will be true in this context.
- Ms. Shalini is transferred.
  - Ms. Shalini will be getting higher salary.
  - Ms. Shalini is promoted.
  - Ms. Shalini will be getting same salary.
1. and 2. are true.
  - 3 and 4 are true.
  - 1 and 4 are true.
  - 2 and 3 are true.

- ix. On the basis of the information given, identify the account.
1. It has a credit balance.
  2. It is subtracted from purchase to know the actual purchases.
    - a) Return inward
    - b) Sales returns
    - c) Return outward
    - d) Sales account
- x. Bhuvan worked under the company's head electrician in order to take over his position after his retirement. What type of training did he undergo?
- a) Simulation training
  - b) Apprenticeship training
  - c) Job- instruction training
  - d) Vestibule training
- xi. Under which circumstance can there be a forfeiture of gratuity?
- a) Termination of employment for an offence.
  - b) Termination of employment on superannuation.
  - c) Termination of employment due to resignation.
  - d) Termination of employment on death.
- xii. The Lalits shut down their factory during lockdown. However, they paid rent of ₹10000 pm. Identify the cost category.
- a) Variable cost
  - b) Direct cost
  - c) Semi variable cost
  - d) Fixed cost
- xiii. Which of these is NOT the limitation of external recruitment?
- a) Time consuming
  - b) Wide choice
  - c) Expensive
  - d) Frustration among staff

- xiv. Neha is a heavy drinker. Her liver failed and underwent a long surgery. However, her claim from the insurance company was rejected on the account of material misrepresentation. Identify the principle of insurance in the above scenario.
- Insurable interest
  - Contribution
  - Mitigation of loss
  - Utmost good faith
- xv. Imagine you are an accountant in XYZ Firm. The Firm spends heavily on research and development. How will you treat this expenditure?
- Debit profit and loss account.
  - Balance Sheet assets side.
  - Debit profit and loss account and Balance Sheet liabilities side.
  - Debit profit and loss account and Balance Sheet assets side.
- xvi. Employee inflating claims for expenses is an example of
- Insurance fraud
  - Cyber fraud
  - False accounting fraud
  - Intellectual property fraud

### Question 2

[8]

#### Distinguish Between

- Tier I account and Tier II Account
- Direct cost and Indirect cost
- Central Bank and Commercial Bank
- Sales budget and Production Budget

### Question 3

[8]

- It is a statement that shows a financial position of the firm. Identify the statement and state one feature.
- What is social security?
- What is storing and preserving the goods till the time they are sold called? Why is it important? Give one reason.
- What is ATM?

**Question 4**

- a) Identify the scheme where employer and employee contribute 10% of basic wages. To whom and when is the amount payable? [8]
- b) Why are roadways preferred over railways?
- c) 'Preference shares are called hybrid form of financing.' Justify.
- d) What is master budget?

**SECTION B**

**[Attempt any four questions]**

**[40]**

**Question 5**

- a) Enumerate any five features of social security. [10]
- b) Short notes: i. Purchase Budget  
ii. Primary Market

**Question 6**

- a) What are the main characteristics of capital market? [10]
- b) Discuss five steps of selection.

**Question 7**

- a) Briefly explain the scheme of Group Insurance and Maternity Benefits [10]
- b) Short notes: i. Life Insurance  
ii. NEFT

**Question 8**

- a) What is NPS? State three objectives of NPS. [10]
- b) Seema wants to transfer ₹3,10,000 to her sister for medical emergency?
  - i. Which mode of transfer is the most suitable in the above case? Why?
  - ii. What is the minimum and the maximum value of transfer in this mode.
  - iii. What will the beneficial bank do once the said amount is received by it?

**Question 9**

- a) The new workers are skeptical to join the trade union at Suraj Mills. As a fellow worker, explain the functions of the union that will benefit them. [10]
- b) Explain any two principles of insurance.

**Question 10****[10]**Prepare final accounts for Mr.Nitin for the year ending 31<sup>st</sup> March,2022.

Particulars	Debit (₹)	Credit (₹)
Capital and Drawings	4000	85700
Sales and Purchases	49000	98000
Returns	3000	4000
Royalty	2100	1500
Wages and salaries	12000	
Stock as 1 <sup>st</sup> April, 2021	15000	
Rent		2000
Discount	3400	3000
Machinery	80000	
Debtors and creditors	32000	21000
Bills receivable and payables	6300	5600
Investment	20000	
Cash in hand and bank	13000	19000
	<b>239800</b>	<b>239800</b>

The closing stock was valued at ₹23000 whereas the market value is ₹25000.