

**Terminal Examination -2023-24**

Subject: Commercial Studies

Marks: 80

Class: IX

Time: 2 hours

*Answer to this paper must be written on answer-sheets provided. The time given at the head of this paper is the time allowed for writing the answers. Attempt all questions from Section A and any four questions from Section B. The intended marks for questions or parts of questions are given in brackets [ ].*

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**Section A (40 Marks)**

**(All questions are compulsory)**

**Question I: Pick the correct answer and mention the option along with the answer. [16]**

1. A \_\_\_\_\_ can be formed only for the purpose of carrying on business.
  - a. Society
  - b. Partnership
  - c. Cooperative Society
  - d. Non-profit Company.
  
2. Vedanta Ltd had not affixed their common seal on the joint-venture contract with Foxconn Ltd. Hence Foxconn Ltd could not take action against Vedanta Ltd due to following reason:
  - a. As the contract which does not have common seal is not binding on the company.
  - b. Vedanta Ltd simply refused to honour their commitment as per the contract.
  - c. Vedanta Ltd had many employees than Foxconn Ltd.
  - d. Vedanta Ltd is an Indian Company and Foxconn is a Taiwanese company.
  
3. Statement: Iqbal, Rajesh, Jiyansh, Dharampal and Venkatesh are members of a cooperative Society.  
Reason: Cooperative Society represents universal brotherhood.
  - a. Statement is true but reason is false.
  - b. Statement and reason are true but reason doesn't fully explains the statement.
  - c. Statement is false but the reason is true.
  - d. Statement and reason are true as the reason fully explains the statement.
  
4. Following is a form of Statutory Corporation:
  - a. Hindustan Steel Ltd.
  - b. Reserve Bank of India
  - c. Railways
  - d. Indian Navy

5. A partner can transfer his share in the firm in the following manner:

- a. By will.
- b. Giving notice to the firm.
- c. Only with the consent of all the partners.
- d. By selling his shares.

6. Following are the examples of Departmental Undertakings:

i- Chittaranjan Locomotive Works

ii- India Post

iii- BHEL

- a. Only i
- b. Both i and ii
- c. Both ii and iii
- d. Both i and iii.

7. Efficient management of cash inflow and outflow is **not** done through following technique:

- a. Cash flow statement
- b. Cash Budget
- c. Disposal of earnings
- d. Fund flow statement

8. Selection of location and well-planned plant layout is one of the objectives of \_\_\_\_\_ department.

- a. Storage
- b. Production
- c. Purchase
- d. Finance.

9. Statement 1: A company is a creation of the law and only the law can bring an end to its existence.

Statement 2: It continues to exist even if all its members die.

- a. Statement 1 is true and statement 2 is false.
- b. Statement 1 and 2 are false.
- c. Statement 1 and 2 is true where statement 2 explains statement 1.
- d. Statement 1 and 2 are not related to each other.

10. According to the Rule 10 of the Companies Act 2014, the maximum number of persons in a partnership is \_\_\_\_\_

- a. 50
- b. 20
- c. 40
- d. 10

11. “To provide necessary information to facilitate delegation of authority’ is one of the objectives of \_\_\_\_\_ department.

- a. MIS
- b. Legal
- c. General Administration
- d. Finance.

12. “To make payment after proper checking of materials against order placed and return of defective goods.” Objective is followed by \_\_\_\_\_ department.

- a. Storage
- b. Production
- c. Purchase
- d. Finance.

13. Rural credit cooperative institutions are formed in the village to protect the farmers and artisans from the money lenders who charge very high rate of interest. This is formed on the following **motive**:

- a. Each for one and one for all.
- b. Each for all and one for each.
- c. Each for each and all for one.
- d. Each for all and all for each.

14. One person company is a form of a \_\_\_\_\_.

- a. Partnership firm
- b. Sole proprietorship.
- c. Private company
- d. Public company.

15. Shares of Reliance Industries Ltd are purchased by a large number of people from different walks of life due to :

- a. People have lots of amount in their saving account.
- b. Share capital of a company is divided into a large number of shares of small value which easy to purchase.
- c. People like the Ambanis and hence purchase the shares.
- d. People want to transfer their shares.

16. Harvey Spectre carries an act with the intention to defraud his LLP firm's banker. Following will be the consequence of the above act:

- a. He will be asked to pay his share.
- b. Firm will be dissolved immediately.
- c. Only he is unlimitedly liable to pay for the amount due to the bank.
- d. Liability of all partners becomes unlimited due this act and they all need to pay for the amount due to the bank.

**Question II: Distinguish between:**

- a. Cooperative Society and Joint Stock Company. [2]
- b. Partnership and LLP. [2]
- c. Departmental Undertaking and Government Companies. [2]
- d. OPC and Sole proprietorship. [2]

**Question III**

- a. How are the profits shared between members of the cooperative society? [2]
- b. Define Partnership. [2]
- c. Define Human Resources Management. [2]
- d. What is Capitalisation? [2]

**Question IV**

- a. List down any two objectives of Storage. [2]
- b. How does the government exercises control over Joint stock company? [2]
- c. What do you understand by Cooperative Societies? [2]
- d. What is the objective of the finance department while **investing the funds raised**? [2]

**Section B (40 Marks)**  
**(Answer any four questions)**

**Question V**

- a. Define Marketing and enumerate any three objectives of marketing department. [5]
- b. Write Short note on the following features of the Joint stock company: [5]
  - i) Separation of Ownership and control.
  - ii) Transferability of shares.

**Question VI**

- a. Enumerate any five features of LLP. [5]
- b. Enumerate the following features of Cooperative Society: [5]
  - i) One man one vote;
  - ii) Service motive;
  - iii) Registration.

**Question VII**

- a. Define Joint Stock Company. Explain the following features: [5]
  - i) Common seal;
  - ii) Limited liability.
- b. What are the tasks assigned to the Management Information Systems department of a Commercial organisation? [5]

**Question VIII**

- a. 'Human resources management seeks to achieve the success of the business, its employees and the society at large.' Justify by explaining its objectives. [5]
- b. Discuss the objectives of General Administration department. [5]

**Question IX**

- a. Explain the following features of Cooperative Society: [5]
  - i) Voluntary association;
  - ii) Separate legal entity;
  - iii) State control.
- b. How are the Legal department complying with the laws of the country? [5]

**Question X**

- a. List down any five objectives of Purchase department. [5]
- b. Briefly explain the following features of Partnership: [5]
  - i) Utmost good faith;
  - ii) Mutual Agency.