

**OBJECTIVE QUESTIONS FROM OUT OF FOCUS AREA FOR FULL SCORE IN BUSINESS STUDIES -2020-2021**

**CHAPTER**

**PRIVATE, PUBLIC AND GLOBAL ENTERPRISES**

1. Government decided to sell the shares in Telecom department to private sector. This is an example of .....

- a) Disinvestment. b) Memorandum of Undertaking. c) Reconstruction. d) Rehabilitation.

Ans: a) Disinvestment.

2.....is the oldest and most traditional form of organising public sector enterprises.

- a. Departmental Undertaking. b. Statutory Corporation c. Government Companies .d. None of these

Ans:a. Departmental Undertaking.

3. Find the odd one .

- a. Departmental Undertaking. b. Statutory Corporation c. Government Companies d. Partnership.

Ans:d. Partnership.

4. Indian Railway is an example of .....

- a. Departmental Undertaking. b. Statutory Corporation c. Government Companies. d. None of these.

Ans:a. Departmental Undertaking.

5. LIC is an example of -----

- a. Departmental Undertaking. b. Statutory Corporation c. Government Companies d. All of them.

Ans: b. Statutory Corporation

6. Find the odd one.

- a. Indian Railway. b. All India Radio. c. Dooradarshan. d. Reserve Bank of India.

Ans:d. Reserve Bank of India.

7. Suppose, Kerala Pharmaceuticals Ltd., registered under the Companies Act, 1956, was started with a paid up capital of Rs. 25,00,000. 40% of this paid up capital is in the hands of private individuals and the balance is held by the Government of Kerala. Kerala Pharmaceuticals Ltd., belongs to which form of Public Sector Enterprise?

- a. Departmental Undertaking. b. Statutory Corporation c. Government Companies |d. Partnership.

Ans: c. Government Companies

8. Kannur International Airport Limited(KIAL) is an example of.....

- a. Private Company b. Public Company c. Private Public Partnership (PPP)|d. None of these.

Ans: c. Private Public Partnership (PPP) or Public Private Partnership

9. Correct the table given below if there is mistake

Features	Types of Business Organisation
Formed by special act of Parliament	Government company
Funds received from the Government Treasury as per budget	Global Enterprises

Ans:

Features	Types of Business Organisation
Formed by special act of Parliament	Statutory Corporation
Funds received from the Government Treasury as per budget	Departmental Undertaking

10. Match column A with columns B and C

A	B	C
Funding from the government	Statutory corporation	Foreign collaboration
Special act	Multinational corporations	Employees are government servants
Centralised control	Departmental undertakings	Autonomous organisation

Ans:

Match column A with columns B and C

A	B	C
Funding from the government	Departmental undertakings	Employees are government servants
Special act	Statutory corporation	Autonomous organisation
Centralised control	Multinational corporations	Foreign collaboration

11. Make correct pairs from the following.

(Departmental undertaking, Government company : Coal India Ltd., Indian Railways)

Ans: Departmental undertaking ---- Indian Railways  
 Government company, ===== Coal India Ltd.

12. LIC is an example of a .....

a) Multinational Company. b) Departmental Undertaking. c) Statutory Corporation .d) None of these.

Ans: c) Statutory Corporation

13. Krishna Ltd., is a company established in India. They extended their operations to the UK and the USA by establishing places of business in these countries. Identify which type of company is Krishna Ltd.?

Ans: Multinational Companies

14. Pepsi is an example of -----

a. Departmental Undertaking. b. Statutory Corporation c. Government Companies .d. Multinational Companies.

Ans: d. Multinational Companies.

15. A government company is any company in which the paid up capital held by the Government is not less than.

a. 50% b. 51%. c 25%. d. 20%.

Ans: b. 51%.

16. INFOSYS is a major software company in India. They also have operations in Canada, USA, etc. Which type of company is INFOSYS. ?

Ans: Multinational Companies

17. Coco-cola is an example of ----- company.

a. Departmental Undertaking. b. Statutory Corporation c. Government Companies .d. Multinational Companies.

Ans: d. Multinational Companies.

18. Kochi Metro Rail Limited (KMRL) engaged in the construction of Kochi metro by joining together with the Government of Kerala . Identify the type of organisation?

a. Departmental Undertaking. b. Statutory Corporation c. Government Companies .d. Joint Venture.

Ans: d. Joint Venture

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19. Read the news given below and answer the following question.

“Some of the PSUs incur heavy losses, so the government of India recommends closing the same. Meanwhile, the government plans to disinvest the share of some other PSUs.”..Expand the term PSUs.?

Ans-Public Sector Undertakings

20. Japanese Automobile Company “Honda” partnering with “Hero motor Corp” in India to produce motor cycle is an example of-----

a. Franchising b. Contract manufacturing c. Joint Venture. d. Licensing.

Ans: Joint Venture

21. These organisations are public sector enterprises brought into existence by special Act of parliament or State Legislature . Identify this type of organisation?

Ans: Statutory Corporation

22. Centralised control of Multinational Companies exercised by -----

a. Branches b. Headquarters c. Parliament d. None of these.

Ans: b. Headquarters

23. It is organised and managed by a minister. It is financed through budget allocation, it cannot be sued without the previous consent of government. What is this public sector enterprises is called?

a. Departmental Undertaking. b. Statutory Corporation c. Government Companies .d. Multi national companies.

Ans: a. Departmental Undertaking.

24. Expand the term PPP.?

Ans: Private Public Partnership

25. Branches of multinational companies are called.....

Ans. Majority Owned Foreign Affiliates (MOFA)

26. Examples of MNCs.

Ans. Hindustan Lever Limited., Coca-cola , Pepsi, Sony , Suzuki in Japan. Etc.

27. Examples of Government Companies

Ans: HMT( Hindustan Machine Tools), Hindustan Steel Limited, Indian Telephone Industries Ltd

28. Examples of Departmental undertakings

Ans: Railways, Post and Telegraph department, All India Radio, Doordarshan.

29. Examples of Statutory Corporations.

Ans: RBI, LIC, SBI, UTI, KSRTC, ONGC, etc.

30. Other names of Global enterprises

Ans: Multi national corporation , Transactional corporation, World enterprises, MNCs, International Enterprises.

31. CIAL (Cochin International Airport Limited) is an example of -----

a. Private Company b. Public Company c. Private Public Partnership (PPP) d. None of these.

Ans: c. Private Public Partnership (PPP) or Public Private Partnership.

32. Indian economy is a ----- kind of economy.

a. Mixed b. Socialist c. Capitalist. d. All of them.

Ans: a. Mixed.

33. Pick out the departmental undertaking from the following public sector undertaking

a. Shipping Corporation of India b. RBI c. Indian Railways c. LIC.

Ans: c. Indian Railways.

34. Identify the form of public sector enterprise in the following cases:

a. In such organisation at 51% paid up capital held by Government: ?

b. These are brought into existence by a Special Act of the Parliament:?

Ans: a. Government companies Ans: b. Statutory Corporation.

35. The paid up capital of a Government company should not be less than

a. 49% / b. 51%. c. 50%. d. 48%.

Ans: b. 51%.

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## CHAPTER

### Small Business

1. An apex bank set up in India to provide financial assistance to small business organisations is .....

a) SIDBI b) RSBDC c) IDBI d) IBRD

Ans: **a) SIDBI**

2. NABARD was set up in.....

a. a. 1982 . b.1955 c.1978. d. None of these.

Ans: **a. 1982**

3. The Rural Small Business Development Centre (RSBDC) is sponsored by.....

a. NABARD b. NSIC c. SFURTI . d. DICs.

Ans: **a. NABARD.**

4. The only international non-government organisation of micro, small and medium enterprise in India is.....

a. NABARD b. SIDBI c. WASME d. UTI

Ans: **c. WASME**

5. The institution formed with a view to promote aid, and faster the growth of small business units in India.....

a. NABARD b. NSIC c. RSBDC d. SIDBI

Ans: **b. NSIC.**

6. Cottage industries are also known as-----

Ans: **Rural Industries / Traditional industries.**

7. MSMED Act stands for.....

Ans: **The Micro, Small and Medium Enterprises Development Act.**

8. An industry where its investment in Plant and Machinery is more than 25 lakhs . But does not exceed 5 cores in manufacturing is called.....

Ans: **Small enterprise**

9. An industry where its investment in Plant and Machinery is more than 5 crores . But does not exceed 10 cores in manufacturing is called.....

Ans: **Medium enterprises.**

10. An industry where its investment in Plant and Machinery does not exceed 25 lakh in manufacturing is called.....

Ans: **Micro enterprises.**

11. An industry where its investment in Plant and Machinery does not exceed 10 lakhs in services is called.....

Ans: **Micro.**

12. An industry where its investment in Plant and Machinery is more than 2 cores . But does not exceed 5 cores in Services is called.....

Ans: **Medium enterprises.**

13. An industry where its investment in Plant and Machinery is more than 10 lakhs . But does not exceed 2 cores in Services is called.....

Ans: **Small enterprises**

## CHAPTER

### INTERNATIONAL BUSINESS

1. Manufacturing and selling goods beyond the boundaries of one's own country is called .....  
a) National business. b) International Business .c) Domestic Business. d) None of these

Ans: **b. International Business .**

2..... are the means importing foreign goods from some countries to re export them to other countries.

Ans: **Entrepot / Re export.**

3. A receipt issued by the commanding officer of ship when the cargo is loaded on the ship is known as .....

a) Shipping receipt .b) Mates receipt .c) Cargo receipt d. d) Charter receipt

Ans: **b) Mates receipt.**

4. Which among the following is a document relating to the payment in International business.

a. Shipping bill . b. Certificate of origin c. Letter of credit d. Export Invoice.

Ans: **c. Letter of credit**

5. Name the document issued by the Shipping Company after the Cargo is loaded on the ship.

Ans: **Bill of lading.**