



# ST. LAWRENCE HIGH SCHOOL

A Jesuit Christian Minority Institution

ANSWER SHEET - 15

CLASS -XI

SUBJECT – BSTD

CHAPTER 2 – Forms of Business Organisations

F.M – 15

DATE -10.08.20

TOPIC – Steps in the formation of a business

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Multiple choice questions : (Select the correct option)

1. Detailed investigation of commercial feasibility does not include  
**a) employing labourers** b) capital requirement c) estimated profit margin d) none of these.
2. An \_\_\_\_\_ is to discover the business opportunities before starting up a business.  
**a) entrepreneur** b) labourers c) investors d) none of these.
3. After investigation of commercial feasibility the next step is  
**a) verification of the results of investigation** b) choice of ownership c) financial planning d) none of these.
4. After verifying the results the next step is  
a) choice of ownership b) choice of the size of business **c) selection of the best alternative** d) none of these.
5. One of the forms of business organization is  
a) small scale b) large scale **c) partnership** d) none of these.
6. The first function of a promoter before setting up a business organisation is  
a) plant layout b) tax planning **c) discovery of business opportunities** d) none of these.
7. Whether the business will be sole proprietorship, partnership or a company will depend on the choice of  
**a) ownership** b) capital requirement c) size of business d) none of these.
8. \_\_\_\_\_ is the lifeblood of business.  
a) electricity b) raw materials **c) capital** d) none of these.
9. Registration is not compulsory for  
**a) sole proprietorship** b) joint stock company c) government company d) none of these.

10. Certificate of commencement of business can be obtained from the \_\_\_\_\_ of Companies.

- a) authority    b) office    **c) Registrar**    d) none of these.

11. Comparatively low capital requirement is there in a

- a) joint stock company    b) government company    **c) sole proprietorship**    d) none of these.

12. Comparatively high capital requirement is there in a

- a) joint stock company**    b) partnership    c) proprietorship    d) none of these.

13. The last step in the establishment of business organisation is

- a) plant layout    **b) legal formalities for registration**    c) choice of ownership    d) none of these.

14. If the demand for the product is restricted to the local market it is advisable to organise a business on a

- a) large scale    b) medium scale    **c) small scale**    d) none of these.

15. The success of business depends on the efficiency of

- a) creditors    b) debtors    **c) management**    d) none of these.

By – U James Riju.