



ST. LAWRENCE HIGH SCHOOL

A Jesuit Christian Minority Institution

ANSWER SHEET - 5

CLASS -XI



SUBJECT – BSTD

CHAPTER 7 – NATURE AND PURPOSE OF BUSINESS

F.M – 15

DATE -19.06.20

TOPIC – Business Risks

Multiple choice questions : (Select the correct option)

1. Business risk is not likely to arise due to-
 - a) employee dishonesty
 - b) profit earning
 - c) good management**
 - d) none of these .
2. Risks which cannot be predicted precisely are called _____ risks .
 - a) pure**
 - b) personal
 - c) external
 - d) none of these.
3. There are _____ types of business risks.
 - a) 3
 - b) 5
 - c) 8**
 - d) none of these.
4. Change in govt policies is an _____ cause of business risk.
 - a) only
 - b) internal
 - c) external**
 - d) none of these.
5. The causes of business risks can be grouped into _____ categories.
 - a) 2**
 - b) 3
 - c) 5
 - d) none of these .
6. Risks which cannot be insured are called _____ risks .
 - a) Non - insurable**
 - b) personal
 - c) external
 - d) none of these.
7. Poor working conditions lead to business _____.
 - a) ethics
 - b) profits
 - c) risks**
 - d) none of these.
8. Unethical practices is an _____ cause of business risk.
 - a) only
 - b) internal**
 - c) external
 - d) none of these.
9. Risks which arise due to changes in the conditions of market are called _____ risks .
 - a) pure
 - b) speculative**
 - c) external
 - d) none of these.
10. Economic slowdown is an _____ cause of business risk.
 - a) only
 - b) internal
 - c) external**
 - d) none of these.
11. Risk arises due to change in fashion is an example of _____ risk.

a) Non - insurable b) personal c) property d) none of these.

12. Floods can be a _____ factor of business risks.

a) economic **b) natural** c) human d) none of these .

13. Power supply breakdown is a _____ issue of business risks.

a) personal b) economical **c) technical** d) none of these.

14. Inefficient management is an _____ cause of business risk.

a) overall **b) internal** c) external d) none of these.

15. People working in mines are more prone to _____ risks.

a) personal b) external c) speculative d) none of these .

By – U James Riju.