



B.K. BIRLA CENTRE FOR EDUCATION

SARALA BIRLA GROUP OF SCHOOLS
A CBSE DAY-CUM-BOYS' RESIDENTIAL SCHOOL



PERIODIC TEST-II 2025-26 BUSINESS STUDIES (054) MARKING SCHEME

Class: XI
Date: 7.11.25
Admission no:

Time: 1hr
Max Marks: 25
Roll no:

1	(D) Assertion (A) is false, but Reason (R) is true.	(1)																											
2	(A) Both statement 1 and 2 are correct.	(1)																											
3	(D) Towards the Government	(1)																											
4	(C) investment	(1)																											
5	(B) (a) (iv); (b) (iii); (c) (ii) ; (d) (i)	(1)																											
6	<p>Reduction in Health Hazards: Pollution—whether air, water, or land—poses serious health risks to humans. Controlling pollution helps prevent diseases and health disorders caused by toxic emissions, contaminated water, and poor air quality.</p> <p>Reduced Risk of Legal Liability: Businesses that pollute the environment may face legal consequences, including fines and penalties. By controlling pollution, companies can avoid these liabilities and maintain a responsible public image.</p> <p>Improved public image:</p> <p>Cost Savings:</p> <p style="text-align: center;">OR</p> <table><tr><td>Responsibility towards Shareholders</td><td>Responsibility towards Workers</td></tr><tr><td>Provide fair return on capital invested</td><td>Create and provide proper and safe working</td></tr><tr><td>Ensure safety of investment</td><td>Ensure fair wage and fair deal from mgt.</td></tr><tr><td>Provide regular,accurate and complete info.</td><td>Provide opportunities of personal growth</td></tr><tr><td>Provide information regarding future growth</td><td>Provide for their education and training</td></tr></table>	Responsibility towards Shareholders	Responsibility towards Workers	Provide fair return on capital invested	Create and provide proper and safe working	Ensure safety of investment	Ensure fair wage and fair deal from mgt.	Provide regular,accurate and complete info.	Provide opportunities of personal growth	Provide information regarding future growth	Provide for their education and training	(3)																	
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8	<p>Four points to prove why it is in the favour of a business to assume social responsibility</p> <p>i) Justification for existence and growth</p> <p>ii) Long term interest of the firm.</p> <p>iii) Avoidance of government regulations.</p> <p>iv) Availability of resources with business</p> <p>v) Converting problems into opportunities</p> <p>vi) Better environment for doing business.</p>	(4)																											
9	<p>Debentures are a source of borrowed long term finance. The debenture holders are paid interest at a fixed rate irrespective of profit or loss. A debenture is a document in which the amount of loan, rate of interest and the security offered is clearly mentioned.</p> <p>i) Borrowed funds</p> <p>ii) Periodic interest payment</p> <p>iii) Compulsory payment of interest</p>	(4)																											

	iv) No voting rights v) Redemption of debentures vi) Economical																
	<p style="text-align: center;">OR</p> <table> <tr> <th>Basis</th><th>Shares</th><th>Debentures</th></tr> <tr> <td>Nature of Return</td><td>Dividend</td><td>Interest</td></tr> <tr> <td>Rate of Return</td><td>Fluctuates according to the residual profits</td><td>Fixed interest irrespective of profit</td></tr> <tr> <td>Redemption</td><td>Not redeemable during the existance of a comapny</td><td>Redeemable after a fixed period of time</td></tr> <tr> <td>Security of Assets</td><td>Don't carry any charge</td><td>Usually have a charge</td></tr> </table>	Basis	Shares	Debentures	Nature of Return	Dividend	Interest	Rate of Return	Fluctuates according to the residual profits	Fixed interest irrespective of profit	Redemption	Not redeemable during the existance of a comapny	Redeemable after a fixed period of time	Security of Assets	Don't carry any charge	Usually have a charge	
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10	<p>Trade Credit is a short term source of finance offered by one trader to the other who purchases his goods or takes his service. It appears as sundery creditors or accounts payable in the books of accounts. It is also called mercantile credit.</p> <p>Features:</p> <ul style="list-style-type: none"> i) Short-term finance: 15 to 90 days ii) Convenient source as it does not require any legal formalities iii) Ready availability to credit worthy firms iv) No interest commitment v) Helps in raising inventory level vi) No security <p>Depends upon four factors</p> <ul style="list-style-type: none"> i) Reputation of the purchasing firm ii) Financial position of the seller iii) Volume of purchahse made by the buyer iv) Past record of payment and degree of competition 	(6)															