

## Multiple Choice Questions

**1. Which of the following does not characterise business activity?**

- (i) Production of goods and services
- (ii) Presence of risk
- (iii) Sale or exchange of goods and services
- (iv) Salary or wages

**2. Which of the broad categories of industries covers oil refinery and sugar mills?**

- (i) Primary
- (ii) Secondary
- (iii) Tertiary
- (iv) None of them

**3. The Chinese traders frequently visited Calicut to acquire this item from India**

- (i) Pepper
- (ii) Diamonds
- (iii) Cotton
- (iv) All of the above

**4. In this type of Hundi the merchant on whom the hundi is drawn has to have certain level of 'credit worthiness' in the market.**

- (i) Nam-Jog Hundi
- (ii) Sahyog Hundi
- (iii) Dhani-jog Hundi
- (iv) Farman –Jog Hundi

**5. It is similar to a demand bill and is payable on sight.**

- (i) Nam-Jog Hundi
- (ii) Darshani Hundi
- (iii) Dhani-jog Hundi
- (iv) Farman –Jog Hundi

**6. Which of the following cannot be classified as an auxiliary to trade?**

- (i) Mining
- (ii) Insurance
- (iii) Warehousing
- (iv) Transport

**7. The occupation in which people work for others and get remunerated in return is known as**

- (i) Business
- (ii) Employment
- (iii) Profession
- (iv) None of them

**8. It was a commercial town and also a major centre for export of stones.**

- (i) Peshawar
- (ii) Pataliputra
- (iii) Mathura
- (iv) Mithila

**9. The industries which provide support services to other industries are known as**

- |                             |                           |
|-----------------------------|---------------------------|
| (i) Primary industries      | (ii) Secondary industries |
| (iii) Commercial industries | (iv) Tertiary industries  |

**10. Which of the following cannot be classified as an objective of business?**

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|------------------|---------------------|
| (i) Investment   | (ii) Productivity   |
| (iii) Innovation | (iv) Profit earning |

**11. Business risk is not likely to arise due to**

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|----------------------------------|----------------------|
| (i) Changes in government policy | (ii) Good management |
| (iii) Employee dishonesty        | (iv) Power failure   |

**Short Answer Type Questions:**

1. List any five major commercial cities of ancient India?
2. What is Hundi?
3. List the major exports and imports in ancient India.
4. What were the different types of Hundi in use by traders in ancient times?
5. What do you understand by maritime trade?
6. State the different types of economic activities.
7. Why is business considered as economic activity?
8. State the meaning of business. 9. How would you classify business activities?
10. What are the various types of industries?
11. Explain any two business activities which are auxiliaries to trade.
12. What is the role of profit in business?
13. What is business risk? What is its nature?
14. How is Dhani-Jogi Hundi is different from Sah-Jog Hundi?

**15. Classify the various industries into various types:**

- a. Computer Industries
- b. Transport Industries
- c. Mining Industries
- d. Poultry Farms
- e. Fish Hatchery
- f. Oil Refinery
- g. Farming
- h. Cement Industries
- i. Lumbering
- j. Ware housing
- k. Building Dams

**Long Answer Questions**

1. Discuss the development of indigenous banking system in Indian subcontinent.
2. Define business. Describe its important characteristics.
3. Compare business with profession and employment.
4. Define Industry. Explain various types of industries giving examples.
5. Describe briefly the various social objective of business.
6. Describe briefly the features of business risk.
7. Define the term trade and explain its types in brief.
8. 'All activities involving the removal of hindrances in the process of exchange are included in commerce.' Explain