

HUMANITIES CLASS XI
BUSINESS STUDIES
CHAPTER 1 NATURE AND PURPOSE
OF BUSINESS
WORKSHEET 1

I	Answer in one sentence.	
1	Define Business.	1
2	What type of industry are cattle breeding? (2010)	1
3	What is the purpose of entrepot trade?	1
4	If you need to start doing an economic activity to earn livelihood for your family which one would you like and why?	1
5	Which industry provides support services to other industries?	1
6	What is the reward for taking risk in business?	1
7	Is mining a genetic industry or extractive industry? (2013)	1
8	Which cause is responsible for the risk arising due to increase in sales tax?	1
II	Answer in 50-75 words.	
9	Define Commerce. What are its different activities?	3
10	If one starts a business, which objective will be of utmost importance to you and why?	3
11	What is Trade? Explain the various types of trade on the basis of: (a) volume of transaction and (b) geographical area covered.	3
12	Compare business with profession and employment. (2012)	3
III	Answer in around 150 words.	
13	“Economic and non-economic activities are not substitute but complementary to each other.” Do you agree? Explain.	4

14	What is the role of profit in business? (2013)	4
15	Define Business risk. Explain the nature of business risk. (2014, 2015)	4
16	'Business risks take place due to carelessness of people and it can be completely eliminated'. Do you agree? Give reasons.	4
17	What factors are important to be considered while starting a business? Explain any five. (2015)	4
18	Discuss the importance of commerce in the business world. (Functions)	5
19	'Auxiliaries to business activities are indispensable'. Discuss. (2014)	5
IV	Answer in around 200 words.	
20	Explain the term industry and discuss various types of industries. Give examples. (2015)	6
21	"To earn profit is the main objective of the business". Discuss the other objectives of business.	6
22	"Business activity is different from the other activities of the society". In light of this statement explain the characteristics of business. (2011)	6