

Second Term Evaluation - 2025

Grade

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Subiec

Business Studies- I

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Time

02 Hrs

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Name

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|--|---------------------------------|
| 5. Services - Tourist packages, travel guidance
transportation, air tickets | Goods—Accommodation,
(.....) |
|--|---------------------------------|

3. Ravindu started an organic vegetable farm in his land. He provides excess vegetable to his neighbors and sales to the supermarket daily. He plans to expand his business by introducing new organic fertilizer.

Select the answer which include the starting point of this process possible to considered as business.

1. From the point of starting organic vegetable farm
2. From the point of providing vegetables to neighbors
3. From the point of selling vegetables to supermarket daily
4. From the point of deciding to expand his business
5. None of them (.....)

4. Following are statements related to contribution of business to the economy.

A - Contribute to reduce the unemployment rate by generating employment opportunities.

B.- Increase government income by paying tax by businesses and government can provide public services

C- Lead to improve technology by investing business modernization and research

D- Ability to earn foreign exchange by promoting exports and minimize the balance of payment

Select the answer which include only statements related to most important contributions of business.

1. A & B Only 2. A, B, C, only 3. B, C & D Only 4. A, C & D Only
5. A, B, C & D (.....)

5. Select the common expectation of both owners and creditors of a business

1. Obtaining knowledge about growth of the business continuously
2. to obtain quality goods and services
3. Obtaining protectively investing funds
4. Providing adequate salary and allowances.
5. Paying tax on time (.....)

6. The main influence from the import tax policy of President Donald Trump on global market is

1. Improving Global trade and interrelationship between countries.
2. Increasing the demand for products manufactured in USA due to decrease in the price level of products.
3. Uncertainty of international investment due to occurring global war and interrupt in the supply chain
4. Easy to enter the American market to the developing countries.
5. Strengthen the rules and regulation of WTO (.....)

7. Business focus more on introducing new products and upgrade in the existing products and finding low-cost production methods. what is the relevant business function with above activities

1. Operation activities
2. Marketing activities
3. Financial activities
4. Administration activities
5. Research and development activities (.....)

8. Which one is not a benefit of AI to the business

1. Improve decision making skills by analyzing data
2. Improve efficiency through automation
3. Ability to provide speed customize service
4. Completely remove the decision making by humans
5. Minimize human errors (.....)

9. Select the answer which include factors belong to task environment and macro environment in sequence

1. Suppliers, Political environment
2. Managers, Competitors
3. Employees, Economic environment
4. Organizational structure, Global environment
5. Managers, Social and cultural environment (.....)

10. Which one is not an action can be taken by a business to minimize the carbon footprint?

1. Use of LED lighting and modern equipment to enhance energy efficiency
2. Public transport for employees, motivate to transport by using foot cycle or walking and minimize usage of vehicles
3. Motivate purchase domestic raw materials behalf of foreign products
4. Minimize the wastage recycling and promote reusing
5. Shift to use renewable energy sources (solar power wind power) (.....)

11. Imesh started small scale business and conducting it as sustainable by using triple bottom line model. He considers profit ,people and planet as balance model .The main benefit can be obtained by Imesh by this model is

1. Ensure long term sustainability by assessing profit people and planet
2. Pay attention only to increase profit
3. Make effort to minimize environmental effects
4. Targeting only increase employee salaries
5. Consider only increase market competitiveness (.....)

12. Consumer Affairs authority is established to protect consumer rights in Sri Lanka and ensure fair market competition. What is the relevant hotline number to obtain information and complain?

1. 1977 2. 119 3. 110 4. 1999 5. 1919 (.....)

13. Which statement that best describes the difference between direct tax and indirect text

1. Direct tax is imposed on consumer and indirect is imposed on business
2. Direct tax is based on income and indirect tax is based on consumption of goods and services
3. Direct tax contributes to economic development and indirect tax increase the income disparity
4. Direct tax easy to change and indirect tax cannot change
5. Direct tax involve to decrease government income and indirect tax involved to increase government income (.....)

14. Which one is considered as an instrument relate to control the inflation rate?

1. Increase Government Income
2. Decrease Tax rate
3. Increase interest rate
4. Issuing public debt.
5. Providing incentives (.....)

15. Select the answer which include the statement relate to the objectives of government intervention to the economy

- A - Reduce the unemployment rate
- B - Motivate economic development
- C – Continuing price stability
- D - Minimize the income disparity

- 1 A & B only 2. B & C only 3. B,C,D only 4. C&D only
5, B, C, D only (.....)

16. Which one is not considered as a common characteristic of any organization.

1. having Common objective
2. Involves two or more individuals
3. Division of works and responsibility
4. Main objective is earning profit
5. having an organizational structures & hierarchy (.....)

17. The method of sharing profit of a sole proprietorship business is

1. Sharing among partners
2. Sharing among employees
3. Enjoyed by the owner after paying tax on business name
4. Enjoyed by the owner alone
5. Profit will deposit in a bank account to invest in future (.....)

18. According to the Partnership Ordinance 1890 the partnership is defined as “The relationship between the individuals who carry out a business with profit motive”. According to the above definition which one is not considered as an essential characteristic of partnership.

1. Profit earning objective
2. Existence of business activity
3. Involves individuals (minimum 2)
4. Having a written agreement
5. Having a mutual relationship (.....)

19. Select the answer which is not relevant when the absence of a partnership agreement according to the partnership Ordinance statement 24

1. Partners have right to participate management activities
2. No need to pay interest on capital
3. The expenses incurred by partners should be reimbursed by the business
4. Partners are entitled 5% interest on loans provided by them
5. Profit should be shared according to the capital investment ratio (.....)

20. Select the correct answer related to issuing shares of incorporated companies.

1. The main difference between Private Limited companies and public limited companies is public limited company can issue shares to the public
2. Unlimited companies cannot issue shares
3. It is compulsory to issue shares by limited by guarantee companies
4. There are no maximum shareholders for public limited companies
5. Listed companies have permission to sell shares. (.....)

21. What is the most important cooperative policy among following

1. Voting power based on number of member
2. Main objective is minimizing profit
3. Control on the voting power based on member (One vote, One member)
4. High Government Interference
5. Dividends are paid only to external investors (.....)

22. The nature of the legal personality of department is,

1. Department has an independent legal personality
2. It does not have a legality; it is necessary to present itself to the law in the official name of head of the department
3. It is necessary to present itself to the law by the secretary of the ministry
4. No legal personality and all activities are done by relevant committee
5. Has a legal personality and suing to the name of the department (.....)

23. Select the correct answer which is best described the intra-entrepreneur concept

1. It is a business with profit maximization motive initiated by external investors
2. Implement creative ideas of employee of firm
3. Business with solving social and environmental problems
4. A business focus on international trade implement among countries
5. Collecting required funds to start the small-scale business

24. What is the main difference between the entrepreneur and businessman (.....)_

1. Entrepreneurs always engage in his business activities, and businessmen engage in entrepreneurial activities
2. Entrepreneur perform safely and businessman face risk
3. Entrepreneur is considered as traditionist and Businessman considered as an innovator
4. Entrepreneur start a business with new concept and Businessman start a business with an existing idea
5. Entrepreneur find solutions in problematic situation and Businessman terminate business activities (.....)

25. Following are the descriptions related to modern technological concepts

- I - Artificial intelligent
- II - Cloud computing
- III - Blockchain Technology
- IV – Internet of things

Descriptions

- a – The ability of computers to think, learn, and solve problems as humans
- c – Running programs and storing data on internet behalf of your computer or employee
- d- Smart devices that exchange data through internet
- e – Safe digital transaction record that difficult to change

Select the correct matching concept with descriptions

1. I-a II- c III- e IV- d
2. 1- a II- d III -c IV- e
3. I- c II -e III- a IV -d
4. 1- d II- a III -e IV- c
5. I -e II -c III -d IV- a (.....)

26. Select the most important factor should be considered when start a small and medium scale business

1. High competition of large-scale companies
2. Ability to collect starting capital
3. Government incentives and rules and regulations
4. Identify consumer needs and market opportunity
5. Ability to use modern technology (.....)

27. Following are statements relating to financial and non-financial incentives provided to small and medium scale business

1. Long term loans with low interest is a financial incentive
2. Market opportunity and marketing facilities are none financial incentives
3. Technological assistance and assistant for innovations are classified as financial incentive
4. Direct finance and incentives are non-financial incentives

Select the answer which include only true statements

1. 1 and 3 only 2. 2 and 4 only 3. 1&2 only 4. 1,2,3 only 5.all are true (.....)

28. Select the main characteristic of good money

- 1.Durability 2. Limited supply 3. Common acceptance 4. Divisibility
5. Easy identifiability (.....)

29. Which one is correctly represent the other Financial Institutions that accept deposits?

1. Licensed commercial bank, Licensed financial companies, Regional Development Banks, Thrift & credit cooperative societies.
2. Licensed commercial banks, Licensed specialized banks, licensed financial companies, Licensed micro finance companies
3. Licensed financial companies, Cooperative rural banks, Licensed micro–Finance Companies, EPF
4. States service provided fund, EPF, ETF, Insurance companies
5. Licensed finance companies, Cooperative rural banks, Licensed micro finance companies, Thrift & credit corporative society. (.....)

30. The main difference between licensed commercial banks and licensed specialized bank is

1. Commercial banks provide consumer loans and business loans
2. Specialized banks provides services only to specific sections
3. Commercial banks conducts current accounts
4. Specialized Bank conducts saving accounts
5. Commercial banks engage in foreign exchange related activities (.....)

• **Answer questions from 31-44 by filling the blanks with suitable words**

31. a) Producing to satisfy his requirements by himself is.....and producing for the market is known as

b)and.....are known as two main activities of a business.

32. Through production occurred and it paved the way to due to

33. Conducting buying and selling activities through internet isand conducting all the business activities through internet is

34.By studying internal environment, a business can identifyandandcan identify by studying the external environment.

35.....,and can be introduced as developing sources impact on society as well as stake holders in general.

36.Performing business activities in an unbiased way to all stakeholders is known as and performing business activities by identifying what isandis known as

37. The government intervention methods to business are three waysand
38. The most important document that present to company registrar when incorporation a company is which include rights andof shareholders and management andof the company
39. The market wheresecurities are marketed for the first time earning money is the market and the firms that have been granted permission by theto participate to that market are known as
40.,andare considered as market intermediators.
41. All the related to the ,of goods and services with a profit motive in order to satisfy human needs and wants can generally be defined as business.
42. The balances held indeposits oraccounts in commercial banks are known asmoney and the payments are made with these money using
43. Nevertheless, of having 100% liquidity as near money is thethat function as a ofand could be converted to cash easily
44. A unit trust is an fund that has been raised through the sale ofto investors and the funds thus collected are deposited in an portfolio by..... managers
45. Name four methods that the business can contribute to achieve government economic goals
- 1
 - 2
 - 3
 - 4
46. State four consumer responsibilities
- 1
 - 2
 - 3
 - 4

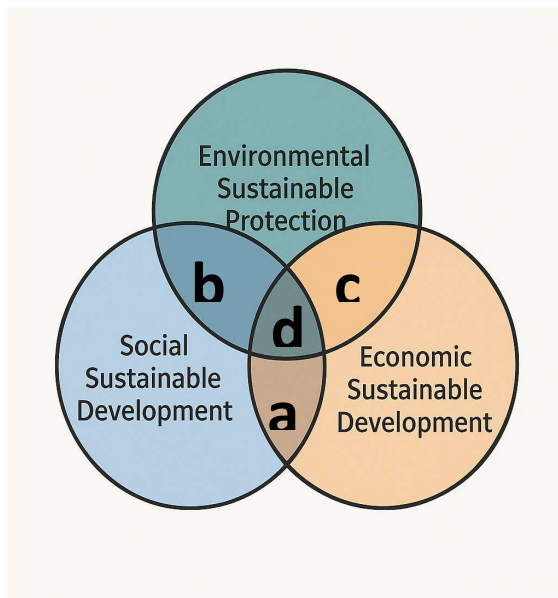
47. State two examples for recurrent expenditure of government

- 1
- 2

48. Mention four characteristics of macro environment

- 1
- 2
- 3
- 4

49.



- a -
- b -
- c -
- d -

50. State relevant standards for the following certifications

- 1) ISO 50001
.....
- 2) ISO 26000:2010
.....
- 3) ISO 27001-2005
.....
- 4) ISO 22000:2005
.....