

ADDITIONAL QUESTIONS



QUESTIONS FOR PRACTICE

1. Marketing, Finance, Operations, Human Behaviour, Law and Policy, Economics, all together derive BCK. What does it tell us about BCK's domains?
 - (a) BCK is Vast
 - (b) BCK is Expanding
 - (c) BCK is Eclectic
 - (d) BCK is Vague
2. Gain for one is a loss for someone else - this concept can be understood by which of the characteristics of Business Environment?
 - (a) It is Dynamic
 - (b) It has far reaching impact
 - (c) It is multi-faceted
 - (d) It is complex
3. Bank of Madura was acquired by which of these?
 - (a) ICICI Bank Ltd
 - (b) State Bank of India
 - (c) Life Insurance Corporation of India (LIC)
 - (d) HDFC Bank Ltd
4. Policy Context has a core motive behind it, which is?
 - (a) Economic Welfare
 - (b) GDP Growth
 - (c) Holistic Development
 - (d) Social Welfare

5. Which of the following is not a function of RBI?
 - (a) Promotion of Banking
 - (b) Collection of Foreign Institutional Data
 - (c) Banker to Government
 - (d) Funding NABARD
6. Highest Price the buyer is willing to pay is called?
 - (a) Bid
 - (b) Ask
 - (c) Badla
 - (d) Beta
7. The structure in which there is a separation of ownership and management is called
 - (a) Sole proprietorship
 - (b) Partnership
 - (c) Company
 - (d) All business organisations
8. Which of the following is not an example of socio-cultural environment?
 - (a) Role of women in society
 - (b) Rising income
 - (c) Family structure
 - (d) Educational levels
9. Which of the following is founded by two Danish Engineers taking refuge in India?
 - (a) Cipla Ltd
 - (b) L&T Ltd
 - (c) Flipkart
 - (d) NTPC Ltd
10. Policy Formulation process is?
 - (a) Uni-Directional
 - (b) Bi-Directional
 - (c) Multi-Directional
 - (d) Single Point of Contact Oriented

11. Free and fair competition ensures all, except?
 - (a) Punishing the laggards
 - (b) Boosts fixed choice preferences of customers
 - (c) Increases Efficiency
 - (d) Encourages Innovation
12. Security whose price is derived from another underlying asset is called?
 - (a) Derivative
 - (b) Options
 - (c) Forwards
 - (d) Futures
13. Maximum number of members in a Private limited company are:
 - (a) 50
 - (b) 200
 - (c) 20
 - (d) 500
14. Environmental analysis helps in:
 - (a) Providing input for strategic decision making
 - (b) Turning threats to firm's advantage
 - (c) Anticipate opportunities and to take optimal responses
 - (d) All of the above
15. Which one of the following is not a foreign company?
 - (a) Dr. Reddy's Laboratories Ltd.
 - (b) Walmart
 - (c) Nestle
 - (d) HP
16. Privatization may not be of conceptualized in form of:
 - (a) Divestment
 - (b) Disinvestment
 - (c) Dedication
 - (d) Displacement

17. Which one of the following is not a SEBI function as one body?
- (a) Quasi-legislative
 - (b) Quasi-judicial
 - (c) Quasi-fiscal
 - (d) Quasi-executive
18. ADR stands for:
- (a) American Deficit Record
 - (b) American Depository Receipt
 - (c) Asset Depreciation Record
 - (d) Asset Depository Receipt
19. A HUF cannot comprise members of a:
- (a) Hindu & Sikh family
 - (b) Jain family
 - (c) Buddhist family
 - (d) Muslim family
20. The term PESTLE analysis is used to describe a framework for analyzing:
- (a) Macro Environment
 - (b) Micro Environment
 - (c) Both Macro and Micro Environment
 - (d) None of above
21. Indane LPG is the product of which corporation in India?
- (a) IOCL
 - (b) NTPC
 - (c) ONGC
 - (d) PGCIL
22. Simplification of trade restrictions related to import is an example of:
- (a) Globalization
 - (b) Privatization
 - (c) Disinvestment
 - (d) Aggregation

23. The RBI has been vested with extensive power to control and supervise commercial banking system under the-
- (a) Reserve Bank of India Act, 1934
 - (b) The Banking Regulation Act, 1949
 - (c) Both (a) and (b)
 - (d) The Companies Act, 2013
24. _____ is a strategy that is used to minimize the risk of a particular investment and maximize the returns of an investment.
- (a) Cap
 - (b) Encryption
 - (c) Hedge
 - (d) Term insurance
25. Which of the following is not an economic objective of the firm?
- (a) Sales growth
 - (b) Improvement in market share
 - (c) Profits and return on investment
 - (d) Conservation of natural resources
26. Mark incorrect: Partnership implies
- (a) Contractual ownership of business
 - (b) Liability of partner is limited to the extent of one's share capital
 - (c) The contract is an agreement enforceable at law is called deed
 - (d) Deed may be registered in India under the Partnership Act, 1932
27. Who is the present CEO and MD of Larsen & Toubro Ltd.?
- (a) Keshab Pandey
 - (b) K R Krishanmurthy
 - (c) S N Subrahmanyam
 - (d) None of these
28. Which of the following statements about RBI is incorrect?
- (a) It deals largely with Governments, Central and State Banks.
 - (b) Its role is to ensure monetary stability, including stability of domestic price levels.
 - (c) One of its missions is to protect the interest of policyholders.
 - (d) The RBI is the sole authority for the issue of currency in India.

29. Economic Reforms introduced in India in 1992 are called LPG that refers to
- (a) Liquidation of loss-making units
 - (b) Popularise Public private partnership
 - (c) Good governance
 - (d) None of the above
30. Setting low prices in order to discourage or deter potential new entrants to the suppliers market:
- (a) Pre-Emptive Pricing
 - (b) Price Sensitivity
 - (c) Price Discrimination
 - (d) Price Elasticity
31. Mark the Correct:
- (a) Hindu Succession Act, 1956 is applicable in HUF.
 - (b) LLP firm may be constituted on basis of LLP Act 2009.
 - (c) A dormant company registered under Companies Act, 2013.
 - (d) All are correct.
32. PESTLE refers to:
- (a) Political, Economic, Social, Technological, Legal & Environmental factors affecting business.
 - (b) All these are external factors.
 - (c) All these constitute macro environment.
 - (d) All of the above.
33. Which company ranked 3rd on Forbes World's Best Employer's List 2021?
- (a) Amazon
 - (b) Walmart
 - (c) Microsoft
 - (d) Apple
34. Identify the one which may be considered as a public policy:
- (a) A decision by a central government to purchase a fleet of cars.
 - (b) An old building to be demolished by a municipal corporation.
 - (c) All citizens are to be provided with biometric Aadhar card.
 - (d) Government passes a special resolution to change the name of a park.

35. Who was the regulatory body for controlling financial affairs in India before SEBI?
- (a) Controller of Capital Issues
 - (b) Reserve Bank of India
 - (c) Insurance Regulatory and Development Authority of India
 - (d) Government of India
36. What is consolidation?
- (a) It is an expense that is supposed to reflect the loss in value of a fixed asset.
 - (b) Combination of two or more entities that occurs when the entities transfer all their net assets to a new entity created for that purpose.
 - (c) Potential liability arising from a past transaction or a subsequent event.
 - (d) Costs that can be attributed clearly to the activity you are considering.
37. Who is the present chairman of Wipro Limited?
- (a) Azim Premji
 - (b) Rishad Premji
 - (c) Thierry Delaporte
 - (d) (a) and (b)
38. Business and technology are:
- (a) Interrelated
 - (b) Interdependent
 - (c) Interrelated & Interdependent
 - (d) None of the above
39. Self Help Groups are catered specifically by?
- (a) All development banks
 - (b) SIDBI
 - (c) RBI
 - (d) NABARD
40. Government decides to spend 400 crores in the next 5 years for the benefit of women entrepreneurs in India. This is an example of?
- (a) Fiscal Policy
 - (b) Monetary Policy
 - (c) FDI Policy
 - (d) Industrial Policy

41. Which of the following is an economic activity?
- (a) Social activities
 - (b) Patriotic activities
 - (c) Profession
 - (d) Religious activities
42. Which of the following internal strategies to respond to environment involves formulation and clarification of organization's mission?
- (a) Competitive Response
 - (b) Administrative Response
 - (c) Dynamic Response
 - (d) Collective Response
43. Amazon started its operations in India in the year?
- (a) 2012 - 2013
 - (b) 2002 - 2003
 - (c) 1999-2000
 - (d) 2014-2015
44. Which of the following policy/ies pertain to macroeconomic management?
- (a) Fiscal Policy
 - (b) Physical Policy
 - (c) Monetary Policy
 - (d) & (c)
45. What is the constitution of Competition Commission of India?
- (a) A chairperson and 6 members appointed by the Central Government.
 - (b) A chairperson and 5 members appointed by the Central Government.
 - (c) A chairperson and 5 members appointed by the RBI.
 - (d) A chairperson and 6 members appointed by the RBI.
46. A negotiable instrument that instructs the bank to pay a particular amount of money from the writer's bank to the receiver is called
- (a) A cheque
 - (b) A draft
 - (c) An overdraft
 - (d) RTGS

47. A very large loan extended by a group of small banks to a single corporate borrower is called as which of the following?
- Time Deposit
 - Long term loan
 - Annuities
 - Syndicated loan
48. What is the kind of response in which a business should make efforts to exploit the opportunity and reduce the threats:
- Strategic Responses
 - Least resistance
 - Diversify
 - Simplify
49. Choose the correct statement:
- Cipla & L&T Ltd are foreign companies
 - Nestle & IBM are foreign companies
 - Coal India Ltd is owned by the Tata Sons
 - HDFC and Axis Banks are foreign Bank
50. Mark Incorrect:
- Business has only one motive; profit
 - Plurality of the objective is a modern phenomenon
 - Objective of survival & growth of business are called organic objectives
 - In addition to economic motive, it may have non-economic motives like social, ethical or environmental

ANSWER KEY

1.	(c)	2.	(c)	3.	(a)	4.	(c)	5.	(b)	6.	(a)
7.	(c)	8.	(b)	9.	(b)	10.	(b)	11.	(b)	12.	(a)
13.	(b)	14.	(d)	15.	(a)	16.	(c)	17.	(c)	18.	(b)
19.	(d)	20.	(a)	21.	(a)	22.	(a)	23.	(c)	24.	(c)
25.	(d)	26.	(b)	27.	(c)	28.	(c)	29.	(d)	30.	(a)
31.	(d)	32.	(d)	33.	(a)	34.	(c)	35.	(a)	36.	(b)
37.	(b)	38.	(c)	39.	(d)	40.	(a)	41.	(c)	42.	(b)
43.	(a)	44.	(d)	45.	(a)	46.	(a)	47.	(d)	48.	(a)
49.	(b)	50.	(a)								