

<p style="text-align: center;"><b>KENDRIYA VIDYALAYA BHU VARANASI (FS)</b>  <b>MT (SEPT) 2024-25 CLASS XII</b>  <b>SUBJECT: BUSINESS STUDIES: MM: 40 TIME ALLOW 1:30 HRS</b></p>		
<p><b>GENERAL INSTUCTIONS:</b></p> <p>1) <b>There are 17 Questions.</b></p> <p>2) <b>All questions are compulsory.</b></p> <p>3) <b>Attempt all part of question at one place.</b></p>		
Q1	Fixed assets investment decision is called _____. (a) Management of working capital (b) Capital budgeting (c) Financing decision (d) None of these	1
Q2	Shareholder's current wealth in a company = _____ × _____. (a) Face value of shares × Market price per share (b) Number of shares × Face value of shares (c) Number of shares × Market price per share (d) Number of shares × Profit per share	1
Q3	'Controlling in the absence of planning is blind' what does this statement <b>indicate in respect of both?</b> (a) Only planning is essential (b) Only controlling is essential (c) Both are essential (d) Both are unnecessary	1
Q4	Which of the following qualities the standards should have? (a) Achievable (b) Measurable (c) Flexible (d) All the above	1
Q5	_____ is not included in the controlling process. (a) Measurement of actual performance. (b) Comparison of actual performance with standards. (c) Doing work of financial management. (d) Analysing deviations	1
Q6	_____ is not included in Directing. (a) Planning (b) Leadership (c) Communication (d) Motivation	1
Q7	From which of the following leadership styles yields the advantage of high <b>level motivation?</b> (a) Autocratic leadership style (b) Democratic leadership style (c) Free-rein leadership style (d) None of the above	1
Q8	_____ is an example of monetary motivation.	1

	(a) Bonus (b) Status (c) Job (d) Job Security	
Q9	What is the name of the need which makes an individual to take his ability to <b>the highest level</b> ? (a) Esteem Need (b) Self Actualization Need (c) Security Need (d) All the above	1
Q10	Without _____ no business planning can be successfully implemented. (a) Dividend decision (b) Investment decision (c) Both of above (d) Financial planning	1
Q11	Define controlling and explain the steps in the process of it.	4
Q12	Planning is a forward looking whereas controlling is a back ward looking .Explain?	
Q13	Define directing and writes its various importance	4
Q14	Describe Maslow's hierarchy of need theory	4
Q15	Define motivation and various types of motivation	6
Q16	<b>Mr. Naresh is working as a Production Manager in Vohra Ltd. His subordinates are mostly engineers and qualified technicians.As a manager, he is very strict, does not listen to any suggestions or feedbacks given by his subordinates. He expects them to following his instructions without any questions and does not allow them to give suggestions.</b> <b>What leadership style does the manager follow?</b> <b>Is such a leadership style beneficial for the company? Explain.</b> <b>State any one value being overlooked by him?</b>	6
Q17	<b>Krishna Ltd. is manufacturing steel at its plant at Noida. Due to economic growth, the demand for steel is also growing. The company is planning to set up a new steel plant at Gurgaon. It needs Rs. 800 crore to start the new plant. It decides to raise Rs. 300 crore through debentures, Rs. 200 crore through long-term loan from banks and Rs. 200 crore by issue of equity share to the public. It decided to finance the remaining amount by utilizing its reserves and surplus.</b> <b>1.State the importance of financial planning for this company.</b> <b>2.What is the capital structure of this company? Explain.</b> <b>3.Identify the financial decision involved when the company decides to raise Rs. 800 crore from different sources of funds.</b> <b>4.How will the dividend decision of Krishna Ltd. be affected? Explain.</b>	6