PGT Business Studies

Q 1). Which Indian state is planning to launch a massive jungle safari project in the Aravalli
Hills, aimed at promoting eco-tourism and sustainable development?
(A) Rajasthan
(B) Gujarat
(C) Madhya Pradesh
(D) Haryana
Correct Answer: (D)
Q 2). Prime Minister Modi had accorded a ceremonial welcome during his recent visit to
Croatia at
(A) St. Mark's Church
(B) Croatian Parliament
(C) Banski Dvori Palace
(D) Zagreb City Hall
Correct Answer: (C)
Q 3). Which of the following countries were recently elected to serve as a non-permanent
member of the UN Security Council for a two-year term starting in January 2026?
1. Bahrain, Colombia, Latvia
2. Indonesia, Sri Lanka, Vietnam
3. Liberia, The Democratic Republic of Congo
(A) 1, 2 & 3
(B) 1 & 3
(C) Only 2
(D) 1 & 2
Correct Answer: (B)
Q 4). "How many characters are there in the story?" This question is of level as per
the revised Bloom's Taxonomy.
(A) remembering
(B) evaluation
(C) understanding
(D) application
Correct Answer: (A)
Q 5). Which of the following is an example of positive reinforcement as per child
psychology?
(A) Giving a child a time-out for misbehavior.
(B) Praising a child for completing homework.
(C) Removing TV privileges for poor grades.
(D) Ignoring a child's tantrum.
Correct Answer: (B)

Q 6). As per NEP 2020, what is the proposed bagless period for students in Grades 6-8 in a
year?
(A) 5 days
(B) 10 days
(C) 15 days
(D) 20 days
Correct Answer: (B)
Q 7) cannot give an invitation to the public to subscribe for any shares in or
debentures of the company.
(A) Subsidiary Company
(B) Statutory Company
(C) Private Limited Company
(D) Public Limited Company
Correct Answer: (C)
Q 8). The industries which provide support services to other industries are known as
(A) Primary industries
(B) Secondary industries
(C) Commercial industries
(D) Tertiary industries
Correct Answer: (D)
Q 9). In a partnership business, the risk of the business is borne by whom among the
following?
(A) Only one partner
(B) All partners
(C) The government
(D) Only active partners
Correct Answer: (B)
Q 10). Which of the following steps in the process or planning states that the manager is
required to make certain assumptions about the future?
(A) Setting objectives
(B) Developing premises
(C) Evaluating alternative courses of action
(D) Implementation of plan
Correct Answer: (B)
Q 11). In a cooperative society, which principle is followed?
(A) One share, one vote
(B) One man, one vote
(C) No vote
(D) Multiple votes
Correct Answer: (B)

(A) Financial markets insure financial risk of investors.
(B) Financial markets provide platform for derivative trading.
(C) Financial markets provide liquidity to financial assets.
(D) Financial markets facilitate capital formation.
Correct Answer: (A)
Q 13). Name the function of management which helps in the formulation of future plans in
the light of the problems that were identified and thus, helps in better planning in the
future period.
(A)Planning
(B) Organising
(C) Directing
(D) Controlling
Correct Answer: (D)
Q 14). ABC Ltd. has Debt Equity ratio of 3:1 whereas XYZ Ltd. has Debt Equity ratio of 1:1.
Name the advantage ABC Ltd will have over XYZ Ltd, when the rate of interest is lower
than the rate of return on investment of the company.
(A) Trading on equity
(B) Low risk
(C) Low cost of equity
(D) Greater flexibility
Correct Answer: (A)
Q 15) refers to a contract between the seller and the buyer in which all the expenses
up to the point of delivery to a carrier (it may be a ship, rail, lorry, etc.) are to be borne by seller.
(A) Free on Board
(B) Cost, Insurance and Freight
(C) Cash On Delivery
(D) Errors and Omissions Excepted
Correct Answer: (A)
Q 16). The principle of management given by Fayol which aims at preventing overlapping of activities is
(A) Division of work
(B) Authority and Responsibility
(C) Unity of Direction
(D) Order
Correct Answer: (C)

Q 12). Which of the following statements is false regarding Financial Markets?

Q 17). Unlike professions such as medicine or law which require a practising doctor or lawyer to possess valid degrees, nowhere in the world is it mandatory for a manager to possess any such professional degree.

Identify the characteristic of the profession being discussed above which is not being strictly met by management.

- (A) Well defined body of knowledge
- (B) Restricted Entry
- (C) Professional Association
- (D) Ethical code of conduct

Correct Answer: (B)

- Q 18). ______ is defined as the process of searching for prospective employees and stimulating them to apply for jobs in the organisation.
- (A) Advertisement
- (B) Recruitment
- (C) Selection
- (D) Induction

Correct Answer: (B)

- Q 19). Which of the following is the correct matching pair?
- (A) Helps in product protection \rightarrow Branding
- (B) Helps in product designing → Packaging
- (C) Helps in identifying the product → Product Development
- (D) Helps in providing information to the customer → Labelling and Packaging

Correct Answer: (D)

Q 20). Read the following case study and answer the question given below the data on the basis of the same.

The whole family of Rama Narayan is busy in a special kind of business. They are running a business organisation which is found only in India. Except Rama Narayan, the liability of all the other members is limited. Rama has a friend whose name is Mr Maya. He is also running a special kind of business. He has established a company in which he is the only shareholder. In other words, he himself has invested the whole capital. He has nominated his wife in the company. Mr Maya has two sons, Krishna and Shyam. Krishna has completed his studies of M.B.A. and Shyam, his engineering studies. Krishna has been selected for the post of finance manager in a company. A special characteristic of his company is that there is a ban on the transfer of its shares. On the other hand, Shyam, too has been selected for the post of production manager in another company. At the time of his interview, Shyam made a special observation that out of the total number of seven of his interviewers, five of them were directors of the company.

Identify the business organisation run by Rama Narayan.

- (A) Partnership
- (B) One-person company
- (C) Joint Hindu family business
- (D) Private company

Correct Answer: (C)
