SELAM CHILDRENS VILLAGE PREPARATORY SCHOOL 2012/20220 GENERAL BUSINESS EDUCATION WORK SHEET FOR GRADE 11TH NIGHT STUDENTS

I. READ THE FOLLOWING QUESTION CAREFULLY AND WRITE TRUE IF THE STATEMENT IS CORRECT AND WRITE FALSE IF THE STATEMENT IS INCORRECT

1. Service can be seen, tasted, felt and heard before its consumed.

2. A transaction is a unit of measurement in exchange.

3. A consumption tax is a tax levied on all source of income.

4. Production is a process of converting final goods to raw materials.

5. Every business activity is subjected to a wide range of laws and regulations.

6. All economic activity is measured, guided and facilitated by money.

7. Amole was the primary article of exchange followed by pieces of cloth & iron bar in Ethiopia.

8. Today we use Maria Therese as means of exchange throughout the world.

9. Debenture bond is the most secured types of bonds.

10. Money kept in a bank is safer than in any place.

MATCHING#1

II. MATCH THE FOLLOWING PRODUCTION PROCESS EXPLICATORY UNDER COLUMN "A" WITH ITS CATEGORIES UNDER COLUMN "B"

"A"	***"B"***
11. Joining together component parts without changing their parts	**A.** Analytical
12. Change the shape or size of materials to create new product	**B.** Assembly
13. Take physical resources from nature for further manufacturing	**C.** Extractive
14. Break material down into new & more useful forms	**D.** Synthetic
15. Chemically combining & changing materials	**E.** Fabrication

CHOOSE THE CORRECT ANSWER FROM THE GIVEN ALTERNATIVES

16. _____ is socio-economic activity that satisfies human needs and wants by providing goods and services for profit to maintain and improve quality of life.

A. Social need **B.** human need **C.** business **D.** wants

17. An organization which taken as a whole supply the products and services that are demanded by consumers are called _____.

A. Consumptions **B**. producers **C**. customers **D.** none

18. One of the following is mismatch according to the new proclamation of personal income tax.

A. Income 0 - 600 is levied 0% of tax rate **C.** 601 – 1650 are pay 10% of tax rate

B. 10900 – above are pay 30% of tax rate **D.** 3200 – 5250 are pay 20% of tax rate

19. If Ato Tolera earns **5000 ETB** monthly salaries the amount of money, he paid as a tax is

A. 1000 ETB **B.** 697.5 ETB **C.** 1000.5 ETB **D.** 697 ETB

20. Which type of tax is called death tax?

A. Estate tax **B.** property tax **C**. Inheritance tax **D.** A &B **E**. A & C

21. Business enterprises that serve as a link between producers and consumers are _____.

A. Producer **B.** Consumer **C.** Intermediary D. All

22. One of the following is **not** categories of external business environment.

A. Customers **B.** legal environment **C.** economic environment **D.** all except **A**

23. What are the requirements for a valid of contract?

A. Voluntary agreement **B.** legal act **C.** Consideration **D.** None

24. _____ is the process of performing a mechanical operation with either the minimum of human intervention.

A. Mechanization **B.** Automation **C.** Machination **D.** All of the Above

25. _____ are purchased after longer purchasing decisions and are used for a number of years.

A. Raw materials **B**. component parts **C.** capital items **D.** component materials

26. Among the following one is **not** indicate the universal function of money.

B. Money doesn't serve as a standard of value

C. Money serve as medium of exchange

D. Money serve as a store of values

E. None of the above

27. What may happen if the demand for money remains constant and the supply of money increases?

B. The price of goods and services remains constant

C. The price of goods and services decreases

D. The price of goods and services increases

E. All are correct

28. What may happen if the demand for money increase and the supply of money remains constant?

C. The price of goods and services decreases

D. The price of goods and services increases

E. The price of goods and services remains constant

F. None of the above

29. What are the major advantages of equity financing?

B. Complete ownership of profit **B.** stable operations

C. No interest charges must be paid **D.** All are correct

30. One of the following is **wrong** about characteristics of credit unions.

B. They lend only to members **C.** Office space is provided free of charges

C. Their work is done by members **D.** They are highly profitable organizations

31. Which type of loan permit the user to withdraw more than the amount they kept in checking account?

B. Middle-term loan **B.** Overdraft **C.** Long term loan D. All

32. ---------- is a written pledge to lenders stating the borrower's intention to repay the loan

B. Stocks **B.** cheques **C.** Bonds **D.** All except **C**

33. What are the general features of bonds?

B. Provision of trustee **B.** various denominations **C.** maturity dates **D.** None

34. _____ is a short term debt obligation backed by the gov't with a maturity of less than one year?

B. T-bill **B.** Treasury bill **C.** Yegemjabet Sened **D.** All are correct

35. What are the basic services delivered by all banks?

B. Accept and safeguard money deposit with them

C. Transfer money payment made by cheque

D. Make loans to individuals, business and government

E. None of the above

36. If you deposit 540 ETB at bank with 7% of simple interest what is the interest after five years?

A. 189 ETB **B.** 18,900 ETB **C.** 2,700 ETB **D**. 35 ETB

37. _____ is the sum of mental and moral qualities in a person

A. Capacity **B.** Character **C**. Collateral **D.** Confidence

38. _____ is the possibility of an unfortunate occurrence to losses.

A. Pure risk **B.** Risk **C.** Speculative risk **D**. Gambling

39. Which one of the following is **not** essential requirement for insurance?

A. The insured must subject to real risk

B. The cost of insurance must be prohibitive

C. Large number of companies to risk

D. Potential loss must be measurable in fairly way

40. _____ is protection against the risk of shipping goods at sea.

A. Fire insurance **C.** Inland insurance

B. Marine insurance **D.** Accident insurance

MATCHING #2

III. MATCH THE FOLLOWING PRODUCTION PROCESS EXPLICATORY UNDER COLUMN "A" WITH ITS CATEGORIES UNDER COLUMN "B"

"A"	***"B"***
41. The materials used as money must be easily divided	**A.** Homogeneity
42. Money must be easy to carry	**B.** Divisibility
43. The materials used as money should not be spoiled easily	**C.** Durability
44. The currencies must make from the material of the same quality	**D.** Acceptability
45. People should not hesitate to exchange their goods for money	**E.** portability

Set by: **DEJENE K.**

may.2020