

BRAIN INTERNATIONAL SCHOOL

SUBJECT: BUSINESS STUDIES

CLASS XI

OCTOBER'2018

CHAPTER 6: Sources of Business Finance

- Q1. What are commercial papers?
- Q2. What preferential rights are enjoyed by preference shareholders? Explain.
- Q3. Differentiate between GDR and ADR?
- Q4. Why retained earnings cannot be used by a newly established company?
- Q5. How does equity share capital act as a fixed or permanent capital for the business?
- Q6. State any three advantages of debenture issue as a source of finance.
- Q7. Why are retained earnings called "self financing"?
- Q8. How does equity share capital act as a fixed or permanent capital for the business?
- Q9. Differentiate between Equity shares & Preference shares.
- Q10. Why are equity share capital called as risky capital?
- Q11. A Company needs to increase its stock of raw material and finished goods, which will require funds of Rs. 50 lakhs. What are the various options available with the company to finance this amount?
- Q12. What do you mean by IDR'S?