	FYJC	
Marks: 40	Subject : OC	Time: 1.5 Hrs.
	Topic – Small Scale of Industry and	
	Business	

Q1. (A) Fill in the blanks :-

(5 marks)

- 1) The problem of <u>unemployment</u> has been becoming more serious in India.
- 2) India is **Labour** abundant country.
- 3) <u>High</u> cost of power acquisition, frequent power cuts irregular supply of power affect the productivity of SSI
- 4) Before setting up business it is essential to study prevailing **Business** environment.
- 5) Small Scale business are **Labour** intensive.

Q1. (B) Match the pairs :-

(5 marks)

Group 'A'		Group 'B'	
A)	Micro-manufacturing sector	1)	Handloom
B)	Traditional small scale business	2)	Unskilled
C)	Registration	3)	Does not exceed ₹25 lakhs
D)	Labour	4)	40% of exports of India
E)	Bicycle	5)	Does not exceeds ₹ 1 lakhs
		6)	DIC
		7)	Marketing problem
		8)	Modern Small scale business
		9)	Project Appraisal
		10)	Cost-efficiency

Ans. a - 3, b - 1, c - 6, d - 2, e - 8

Q1. (C) Give one word:-

(2 marks)

- 1. A sector which is back bone of rural India **Small Scale Industries Sector**
- 2. An industry using power with less than 50 employees **Small Scale Industries**

Q1. (D) True or false :-

(3 marks)

- 1. Small scale industries should be developed in order to maintain economic balance in a country <u>True.</u>
- 2. Majority Small scale industry uses advanced technology False.
- 3. Small Business easily gets access to low interest rates **False.**

Q2. (A) Find the odd one :-

(2 marks)

- 1. Coir, Handicraft, spare parts, Hand-loom **Spare Parts**
- 2. Bicycle parts, Sericulture, Electronic Appliances, Sewing machine **Sericulture**

Q2. (B) Complete the sentence: -

(4 marks)

- Small Scale Industries plays an important role in developing countries.
- 2. SSI is <u>Second</u> largest industry which creates huge employment opportunities.
- 3. SSI enjoys the advantage of <u>Law</u> cost of the produce.
- 4. SSI are **Labour** intensive.

Q3. Select the correct option: -

(5 marks)

Α		В
1)	More than ₹ 25 lakhs but does not	Small Manufacturing Sector
1)	exceed ₹ 5 cores	
2)	Micro Manufacturing Sector	Does not exceed ₹ 25lakhs
2)	More than ₹ 5 crores but does not	Medium Manufacturing Sector
3)	exceed ₹ 10 crores	
4)	Micro Services Sector	Does not exceed ₹ 10 lakhs
5)	More than ₹ 10 lakhs but does not	Small Service Sector
	exceed does not exceed ₹ 2 crores	

Q4. Answer the following (any 2):-

(14 marks)

1. Explain the challenges before small business.

Ans. Small Scale Industries

- Old Methods of Production
- Inadequate Finance
- Problem of Raw Material
- Labour Problem
- Marketing Problem
- Problem of Transport
- Sickness
- Power Shortage And Irregular Supply
- Globle Competition

2. Write down the benefits of small business.

Ans. Advantages of Small Scale Industries

- Large Employment
- Less Capital Requirement
- Utilization of Domestic Resources
- Increases Industrial Output
- Contribution to Export
- Equitable Distribution

- Earing Foreign Exchange
- Opportunities for Entrepreneurship
- Cost Migration
- Reduces Migration
- Flexibility in Operation

3. Explain the importance of small business.

Ans. Importance of Small Scale Industries

- Job Opportunities
- Regional Balance
- Increase Competitive Strength
- Maximum Use Of Natural Resources
- Reduces Migrations
- Support To Large Scale Industries
- Developing New Entrepreneurs