

National Institute of open schooling
Senior Secondary Course : Business Studies
Lesson 15 : Financing of Business
Worksheet – 15

1. Why does Business need finance and also explain the ways by which it is raised.
2. In every business activity money is an important as well as an essential component. Define the nature of financial requirement of the business enterprise.
3. When the business men get the required amount of fund to meet the short term, medium term and long term requirement, then share your view point that who can provides them the required amount.
4. As you are aware of loans and advances are granted by the banks on the basis of some security. What are the types of security offered against bank credit?
5. When the banks ask for security of assets from Mr Ashok, then which type of security is generally accepted for extending short term finance?
6. A sole proprietorship form the business organization has very limited sources form which it can arrange funds for business. State any five of them.
7. The debenture is a written acknowledgment of money borrowed. How can it be classified explain in your own words also Name any four of them.
8. Mrs Rita has a company and has an option to issue different types of preference share. State the preference share a company can issue.
9. A company has option to issue different types of preference share. State the preference share a company can issue.
10. Mr Rohit is interested to know about foreign investment. Explain him about foreign investment in not more than 120 words.