# AGA KHAN UNIVERSITY EXAMINATION BOARD SECONDARY SCHOOL CERTIFICATE

## **CLASS X**

# MODEL EXAMINATION PAPER 2023 AND ONWARDS

**Business Studies Paper II** 

Time: 1 hour 50 minutes Marks: 35

### INSTRUCTIONS

At Paper Learning Only Caref. Please read the following instructions carefully

Check your name and school information. Sign if it is accurate. 1.

# I agree that this is my name and school. Candidate's signature

- 2. There are TEN questions. Answer ALL questions. Question 10 offers TWO choices. Attempt any ONE choice.
- 3. When answering the questions:

Read each question carefully.

Use a black pointer to write your answers. DO NOT write your answers in pencil.

Use a black pencil for diagrams. DO NOT use coloured pencils.

DO NOT use staples, paper clips, glue, correcting fluid or ink erasers.

Complete your answer in the allocated space only. DO NOT write outside the answer box.

- The marks for the questions are shown in brackets (). 4.
- 5. You may use a simple calculator if you wish.

| Basis for Comparison         | Job Description   | Job Specification |
|------------------------------|---|-------------------|
| eaning                       |   |                   |
| Prepared from                |   | 23.09 ON14        |
| Comprises of                 | NY Paper  | Seatulus Our      |
| What is it for?<br>(Purpose) | Modeling  |                   |
| 0.2.                         | , o <sup>r</sup>  | (Total 3 M        |
|                              | and to issue visiting cards to all the suggestions stated in the give |                   |
|                              |   |                   |
|                              |   |                   |

| Page 3 of 8  |                 |
|--|-----------------|
| Q.3.   | (Total 2 Marks) |
| Describe the term economies of scale with reference to production. |                 |
|  |                 |
|  |                 |
|  |                 |
| Q.4.   | (Total 3 Marks) |
| Explain any THREE types of economies of scale.                     |                 |
| LB 20 Milling  |                 |
| 77.000,00  |                 |
|  |                 |
|  |                 |
|  |                 |
| KO,  |                 |
|  |                 |
|  |                 |
|  |                 |
|  |                 |
|  |                 |
|  |                 |
|  |                 |
|  |                 |
|  |                 |

| Page | 4 | of | 8 |
|------|---|----|---|
|      |   |    |   |

Q.5. (Total 4 Marks)

The accountant of Zahid Traders prepared the following profit and loss account for the first two quarters of business operation.

| Account Head       | January to March 2018<br>(Rs) | April to June 2018<br>(Rs) |
|--------------------|-------------------------------|----------------------------|
| Sales revenue      | 200,000                       | 248,000                    |
| Cost of sales      | (142,000)                     | (180,000)                  |
| Operating expenses | (25,000)                      | (40,000)                   |
| Net profit         | 33,000                        | 28,000                     |

| Analyse the quarterly profit and loss account of Zahid Traders by calculatin different accounts heads. | g the percentage change in |
|--|----------------------------|
| 77.036 69.   |                            |
|  |                            |
|  |                            |
|  |                            |
| 401  |                            |
|  |                            |
|  |                            |

| Page 5 of 8 |
|-------------|
|-------------|

Q.6. (Total 3 Marks)

Complete the given table by describing the following marketing approaches.

| S. No. | Approach to Marketing | Description       |
|--------|-----------------------|-------------------|
| 1      | Production approach   |                   |
| 2      | Sales approach        | LB 2023 till Only |
| 3      | Marketing approach    | My base fee       |

Q.7. (Total 2 Marks)

Complete the given table by describing the importance of SWOT (strengths, weakness, opportunities and threats) analysis.

|      | Importance |
|------|------------|
|      | 1          |
| SWOT |            |
|      | 2          |
|      |            |
|      |            |

PLEASE TURN OVER THE PAGE

| Page 6 of 8  |
|--|
| Q.8. (Total 4 Mark   |
| Globalisation is widely used to describe the increased worldwide competition between businesses.   |
| Discuss any FOUR reasons for increase in international trade due to globalisation.   |
| -  |
|  |
|  |
|  |
|  |
|  |
|  |
| 17.00/60   |
| by by  |
|  |
|  |
| Q.9. (Total 3 Mark   |
| Globalisation has led to the availability of better quality products at lower prices with different choices for consumers. It has also forced the firms to produce efficiently but globalisation also has a few disadvantages. |
| Discuss any THREE disadvantages of globalisation, in terms of business in developing countries.  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |

| Page  | 7 | $\alpha$ f | 8 |
|-------|---|------------|---|
| 1 agc | , | OI         | O |

Q.10. (Total 7 Marks)

#### **EITHER**

a. Rashid Limited is a manufacturing business based in Pakistan which produces towels and blankets. The Board of Directors (BOD) is planning to expand its business but because of financial and legal issues in other countries, Rashid Limited is unable to work on its plan.

Recently the Government of Pakistan has issued the following advertisement.

Advertisement Advertisement

# **Government's Export Friendly Measures**

The Government has set up a new department to help and increase exports.

This department will be involved in providing advisory services, loans at low rate and subsidies to make export easier.

The objective is to increase employment, better economic growth, exchange rate and to enter new market.

Explain FOUR benefits of the above mentioned measures introduced by the government for Rashid Limited.

# OR

b. Rizwan has provided the following details of cash flows of his business for the month of March 2018.

| Description          | Amount (Rs) |
|----------------------|-------------|
| Opening cash balance | 12,500      |
| Cash inflows         | 40,000      |
| Cash outflows        | 45,000      |
| Closing cash balance | 7,500       |

Rizwan is planning to give discounts to the credit customers in April 2018. It is expected that his cash inflows will increase by 10%. He also plans to cut down his cash outflows by decreasing the expenses by Rs 5,000.

| Compute the amount of cash flow at the end of April 2018. |  |  |      |      |
|---|--|--|------|------|
|   |  |  | <br> | <br> |
|   |  |  |      |      |
|   |  |  |      |      |
|   |  |  | <br> | <br> |
|   |  |  | <br> |      |
|   |  |  |      |      |

| Page 8 of 8  |
|--|
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
| The second secon |
|  |
| No chi   |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
| END OF PAPER   |