

# QB365 Question Bank Software Study Materials

## International Business and Export And Import Procedures 50 Important 1 Marks Questions With Answers (Book Back and Creative)

11th Standard

Commerce

Total Marks : 50

### Multiple Choice Question

50 x 1 = 50

- 1) Movement of goods, services, intellectual property, human assets, technology and so on among the countries.  
**(a) International Trade** (b) International Business (c) Entrepot Trade (d) Internal Trade
- 2) Goods are imported for purpose of re-export to another country is termed as\_\_\_\_\_  
(a) Import Trade (b) Export Trade **(c) Entrepot Trade** (d) International Trade
- 3) Movement of Goods, Services among the Countries.  
(a) International Trade **(b) International Business** (c) Enterepot Trade (d) Internal Trade
- 4) Selling of Goods from home country to foreign country is called\_\_\_\_\_  
(a) Home Trade (b) Entrepot Trade **(c) Foreign Trade** (d) Joint Venture
- 5) EPC stands for \_\_\_\_\_.  
(a) Export Processing Commission **(b) Export Promotion Council** (c) Export Carriage Council  
(d) Export Promotion Congress
- 6) STC is expansion for\_\_\_\_\_  
(a) State Training Centre (b) State Training Council (c) State Trading Centre **(d) State Trading Corporation**
- 7) An \_\_\_\_\_ is document prepared by importer an sent to the exporter to buy the goods.  
(a) Invoice **(b) Indent** (c) Enquiry (d) Charter party
- 8) The \_\_\_\_\_ receipt is an acknowledgement of receipt of goods on the ship issued by the Captain.  
(a) Shipping Bill **(b) Bill of Lading** (c) Mate's Receipt (d) Consular Invoice
- 9) The Exporters appoint the \_\_\_\_\_ agent to fulfill the customs formalities  
(a) Clearing Agent **(b) Forwarding Agent** (c) Commission Agent (d) Factor
- 10) Which one of the following is not the disadvantages of international business?  
(a) Economic Dependence (b) Import of harmful goods (c) Misuse of natural resources **(d) International peace**
- 11) Which one of the following is not the advantages of international business?  
(a) Economic development **(b) Economic dependence** (c) Price equalisation (d) Higher standard of living
- 12) IBRD is also known as \_\_\_\_\_.  
(a) EXIM Bank **(b) World Bank** (c) International Monetary Fund (d) International Bank
- 13) The first step in the internationalization process is \_\_\_\_\_.  
**(a) License** (b) Foreign Investment (c) Sales (d) Export
- 14) Trade between people of many countries is called .....

- (a) home trade (b) trade (c) bilateral trade **(d) multilateral trade**
- 15) The entry of several foreign companies in India has given .....problem.  
 (a) employment (b) exhaustion of natural resources **(c) balance of payment** (d) space
- 16) Economies of scale are enjoyed when goods are produced at .....  
 (a) small-scale **(b) large-scale** (c) lower-scale (d) consumption level
- 17) When goods are purchased from a foreign country it is called .....trade  
 (a) home **(b) import** (c) export (d) entrepot
- 18) A Contractual agreement wherein one firm grants access to its plants, trade secrets or technology to another firm is called .....  
 (a) Pledge (b) Contract **(c) Licensing** (d) Joint Venture
- 19) Investment made by a company in one country to another country is called .....  
 (a) Foreign Exchange (b) Foreign Trade **(c) Foreign Direct Investment** (d) None of these
- 20) Similarities of Internal and International Trade is .....  
 (a) Too many middlemen **(b) Customer Satisfaction** (c) Risk and Uncertainties (d) None of these
- 21) International business necessitates fulfilment of a lot of \_\_\_\_\_  
**(a) formalities** (b) rules (c) work (d) risks
- 22) Purchase of goods from foreign country to home country is called \_\_\_\_\_ trade.  
 (a) home (b) entrepot **(c) import** (d) export
- 23) Acute competition for exports may lead to \_\_\_\_\_ among the nations.  
 (a) peace (b) friendship (c) brotherhood **(d) rivalry**
- 24) International business may result in \_\_\_\_\_ of countries culture.  
**(a) invasion** (b) encourage (c) development (d) prosperity
- 25) Which one of the following is not correctly matched?  
 (a) Salt route - India to Egypt (b) Silk route - China to India **(c) Silk route - India to China**  
 (d) Spice route - India to Europe
- 26) The contemporary world is called as \_\_\_\_\_  
**(a) Global village** (b) Global city (c) Global Town (d) Global district
- 27) MNC's is known as \_\_\_\_\_  
 (a) World Trade (b) Export (c) Import **(d) Trans National Company**
- 28) Contract manufacturing is also called as \_\_\_\_\_  
**(a) outsourcing** (b) licensing (c) joint ventor (d) franchising
- 29) Which is one of the slower economic developed country?  
 (a) Japan (b) USA **(c) Brazil** (d) UK
- 30) Consider the following statement.

**Assertion (A):** The MNC's may influence the policy decision of the government to their favour.

**Reason (R):** Britishers came to many countries as mere traders and ultimately colonized those countries and ruled them for centuries.

Select the correct answer.

- (a) Both (A) and (R) are true and (R) is the correct example of (A)**
- (b) Both (A) and (R) are true and (R) is not correct example of (A)    (c) (A) is true, but (R) is false
- (d) (A) is false, but (R) is true
- 31) Which one of the following is not a import trade procedure?
- (a) Obtaining foreign exchange    **(b) Obtaining certificate of origin**    (c) Obtaining letter of credit
- (d) Receipt of shipment advice
- 32) The EXIM Bank was set up in the year\_\_\_\_\_.
- (a) 1981    **(b) 1982**    (c) 1886    (d) 1892
- 33) Dock Receipt is also called as \_\_\_\_\_
- (a) Port Trust Receipt**    (b) Shipping Bill Receipt    (c) Bill of Lading    (d) None of the above
- 34) \_\_\_\_\_trade equalizes the prices of goods throughout the world.
- (a) Home    (b) Internal    **(c) Foreign**    (d) Water
- 35) The suitable warehouse for entrepot trade is\_\_\_\_\_ ware house.
- (a) co-operative    (b) private    (c) public    **(d) bonded**
- 36) While placing the order if the selection of goods are left to the agent's discretion in the foreign country it is called\_\_\_\_\_ indent.
- (a) open**    (b) closed    (c) confirmatory    (d) supplementary
- 37) \_\_\_\_\_is issued by the bank to make sure about the credit worthiness of the importer.
- (a) Letter of credit**    (b) Bill of lading    (c) Documentary bill    (d) Documents against payment
- 38) After the arrival of the ship, the importer arranges for the clearance of the goods from the\_\_\_\_\_.
- (a) custom office**    (b) foreign bank    (c) reserve bank of India    (d) harbour
- 39) For obtaining export license or Quota, the exporter should apply to\_\_\_\_\_.
- (a) The Director General of Foreign Trade (DGFT)**    (b) Reserve Bank of India (RBI)
- (c) Foreign Exchange Regulation Act (FERA)    (d) Export Credit Guarantee Corporation (ECGC)
- 40) According to \_\_\_\_\_ every exporter has to give a declaration that he will surrender the foreign exchange to full value of goods to the RBI.
- (a) Foreign Trade Development and Regulation Act    **(b) Foreign Exchange Regulation Act**    (c) GR Form
- (d) Regional licensing Authority Act
- 41) After going through all formalities the custom authorities issue\_\_\_\_\_.
- (a) export pass**    (b) consult certificate    (c) bill of lading    (d) dock challan
- 42) When goods are loaded, the captain of the ship issue a receipt known as\_\_\_\_\_.
- (a) Dock challan    **(b) Mate's receipt**    (c) Bill of lading    (d) Clear bill of lading
- 43) If the condition of the package is good, the shipping company issue of\_\_\_\_\_ lading.
- (a) clear bill**    (b) foul bill    (c) claused bill    (d) bill
- 44) EXIM Bank was setup in\_\_\_\_\_.
- (a) 1982**    (b) 1984    (c) 1986    (d) 1988
- 45) The main objective of EXIM bank is to provide fiinance to\_\_\_\_\_ trade.
- (a) foreign**    (b) home    (c) retail    (d) wholesale

- 46) Commercial banks provide financial assistance in two ways namely pre - shipment finance and \_\_\_\_\_.
- (a) export finance (b) import finance **(c) post shipment finance** (d) entrepot finance
- 47) Exporter receives trade enquiry from the \_\_\_\_\_
- (a) Foreign country **(b) Importer** (c) Bank (d) Government
- 48) \_\_\_\_\_ gives complete freedom to exporter.
- (a) Open indent** (b) Closed indent (c) Confirmatory indent (d) Leter of credit
- 49) \_\_\_\_\_ is an undertaking by the importer's bank that the bills drawn on importer will be honoured.
- (a) Bill of lading **(b) Letter of credit** (c) Mate's receipt (d) Shipping order
- 50) \_\_\_\_\_ agents get the comission at the end of deal.
- (a) Forwarding agent **(b) Commission agent** (c) Export trading house (d) All of these