

Principle of Commerce (English Medium) - 11th Class Principle of Commerce Chapter 12 Short Questions Preparation

Q1. What is the menat by certificate of origin.
Ans 1: When there is an agreement between the countries for exampting their goods from import duties or imposing less import duty then it is necessary for exporting or secure a certificate called Certificate of Origin.
Q2. What is menat by international or foreign trade.
Ans 1: When threre is any dealing in goods or services between two or more countries. It is called foreign trade.
Q3. What is meant by invoice.
Ans 1: Invoice is an importnat business document which is made out b the seller containing full information about the description of goods, the date of sale, the terms on which the goods are sold and full aaddress of the buyer and seller.
Q4. What are the difficulties of foreign trade.
Ans 1: i- Remittance of price ii- Govt Restrictions
Ans 2: iii- Diversity of language iv- Heavy taxes
Ans 3: v- Long distance vi- Costly trasportion
Q5. What is meant by bill of sight.
Ans 1: If the importer has not received the documents regarding the goods imported, then he request the custom. Authorities to inspect the godos in their supervision. this request is known as bill of sight.
Q6. List down the contents of a bill of lading.
Ans 1: i- Name of exporter ii- Name of importer
Ans 2: iii- Name of ship on which goods are loaded iv- Type of goods
Ans 3: v- Quantity of goods vi- Mark of packing
Ans 4: vii- Name of the port where goods are to be unloaded.

Q7. Define Letter of credit.

Ans 1: Letter of credit is an instrument issued by the buyer's bank authorizing the seller to draw in accordanc with certain terms and conditions

Q8. Defien consular invoice.

Ans 1: Consular invoice is a certificate which shows that the value of the exported goods mentioned there in is correft. This certificate is issued by consular office situated inexporting country.

Q9. What is menat by a bill of laiding.

Ans 1: A bill of laiding is a very imporant document used in the overseas merchandise transctions. it is a receipt issued by the steamship agent representing the title to the goods when they are on the high seas.

Q10. What is the ment by charter party.

Ans 1: It is an agreement according to which the whole ship or major part of it is reserved for exporter to carry his goods to a particualr place at an agreed freight A charter party may be.

Ans 2: i- A voyage charter party for a particular voyage.

Ans 3: ii- A time charger party for a specific period.