

## Scope of Business.

(Types of Business activities)

It can be grouped in two categories

(i) Industry

(ii) Commerce

(i) **Industry** :- Industry is concerned with production of goods, that is the process by which useful things are extracted from the environment and transformed, processed, fabricated and multiplied into other products. Industry is of following type :-

(a) **Extractive Industries**

(b) **Genetic Industries**

(c) **Manufacturing Industries**

(d) **Construction Industries**

(a) **Extractive Industries** :- These industries extract various products from natural resources such as earth, soil, water, air etc.

Agriculture, Mining, hunting, fishing, lumbering, oil exploration etc are the example of this type of industries.

(b) **Genetic Industries** :- It involves breeding or reproduction of plants and animals, Nurseries, breeding farms, poultry farms, hatcheries are examples of this types of industries

(c) **Manufacturing Industries** :- As the name

Suggest, It manufacture goods, i.e. conversion of raw material and semi finished products into finished product. It is further classified into various types :-

(i) Analytical

(ii) Synthetical

(iii) Processing

(iv) Assembling

(i) **Analytical** :- A basic raw material is analysed or separated into no. of products such as oil refinery separates crude oil into ~~no~~ of kerosene, gasoline, diesel and petrol etc.

(ii) **Synthetical** :- Two or more materials are combined to manufacture a new product. Such as plastic, paints, fertilisers etc.

(iii) **Processing** :- It is a industry which process a raw material in different stages. Such as mineral water, textiles, sugar etc.

(iv) **Assembling** :- It is a industry which assembles various parts into a finished product. Automobiles, CFL, LED bulbs etc are the example.

(d) Construction Industry: - ~~Text~~ As the name suggest it deals in construction and erection of building, bridges, roads etc, This industries uses the products of extractive industries such as stone, chips marble etc and the products of manufacturing industries such as cement, wire, iron etc, This type of industry create infrastructure for development.

Sometimes Industries are also classified into

- (i) Primary industries
- (ii) Secondary industries.

(i) Primary industry: - It consists extractive and genetic industries

(ii) Secondary industries: - It consists of manufacturing and construction industries.

Industries can also be classified according to its operations

- (i) large scale
- (ii) small scale

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Page \_\_\_\_\_

- (i) large scale requires large investments
- (ii) small scale requires less investments