Q1. The _____ shall be deemed as the registered owner for the purpose of effecting transfer of ownership of security, on behalf of a beneficial owner. [1 mark]

○ (a) Depository

○ (b) NSCCL

○ (c) Depository Participant

○ (d) None of the above

◉ (e) I am not attempting the question

Q2. The minimum paid up capital for a private company is _____ [1 mark]

○ (a) 1 Lakh

○ (b) 5 Lakh

○ (c) 10 Lakh

○ (d) 50 Lakh

◉ (e) I am not attempting the question

Q3. Private company limits the number of its members to ____ [1 mark]

○ (a) Fifty

○ (b) Seven

○ (c) Hundred

○ (d) No Limit

◉ (e) I am not attempting the question

Q4. The minimum paid up capital for a public limited company is [1 mark]

○ (a) Five Lakhs

○ (b) Ten Lakhs

○ (c) Fifty Lakhs

○ (d) Twenty Five Lakhs

◉ (e) I am not attempting the question

Q5. The minimum number of persons required to form a public company is _____ [1 mark]

○ (a) Seven

○ (b) Fifty

○ (c) Twenty five

○ (d) Two

◉ (e) I am not attempting the question

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Q6. The minimum number of persons required to form a private limited company is _____

    (a) Two

    (b) Sevan

    (c) Three

    (d) Fifty

    (e) I am not attempting the question

Q7. The buyback of securities shall be equal to or less than ____ of the paid up capital and its free reserve of the company. [1 mark]

    (a) 25%

    (b) 30%

    (c) 45%

    (d) 50%

    (e) I am not attempting the question

Q8. The buyback shall be completed within _____ from the date of passing the special resolution [1 mark]

    (a) Fifteen months

    (b) Nine months

    (c) Twelve months

    (d) Six months

    (e) I am not attempting the question

Q9. Every Public company, making initial public offer of any security for a sum of Rs._____ or more shall issue the same only in dematerialized form. [1 mark]

    (a) 5 crores

    (b) 10 crores

    (c) 15 crores

    (d) 10 Lakhs

    (e) I am not attempting the question

Q10. Every company shall within _____ days from the day the AGM is held, prepare and file Annual return with the ROC. [1 mark]

    (a) 90

    (b) 60

    (c) 30

    (d) 365

    (e) I am not attempting the question

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Q11. A General Meeting of a company may be called by giving at least _____ days no[tice in] writing. [1 mark]

   (a) 60

   (b) 31

   (c) 21

   (d) 15

   (e) I am not attempting the question

Q12. The dividend declared shall be paid within _____ from the date of declaration. [1 mark]

   (a) 7 days

   (b) 31 days

   (c) 21 days

   (d) 30 days

   (e) I am not attempting the question

Q13. _____ is empowered to grant recognition to any stock exchange to carry out the business of dealing in securities. [1 mark]

   (a) SEBI

   (b) NSE

   (c) NSDL

   (d) NSCCL

   (e) I am not attempting the question

Q14. The company whose securities are refused to be listed by a stock exchange may appeal to _____ [1 mark]

   (a) Securities Appellate Court

   (b) High Court

   (c) Securities Appellate Tribunal (SAT)

   (d) None of the above

   (e) I am not attempting the question

Q15. The head office of SEBI is at _____ [1 mark]

   (a) Mumbai

   (b) Delhi

   (c) Kolkata

   (d) Chennai

   (e) I am not attempting the question

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Q16. A stockbroker / sub broker is required to take adequate steps for redressal of grieva[nces] investors within _____ of the date of the receipt of the complaint. [1 mark]

○ (a) 7 days

○ (b) 15 days

○ (c) 3 months

○ (d) 1 Month

◉ (e) I am not attempting the question

Q17. A small investor means any investor buying or selling securities on a cash transaction for a market value not exceeding _____ in aggregate on any day as shown in the contract note. [1 mark]

○ (a) 5,000

○ (b) 15,000

○ (c) 50,000

○ (d) 25,000

◉ (e) I am not attempting the question

Q18. A stock exchange is required to forward the application for a Stockbroker / Sub broker to SEBI within a period of _____ from the date of receipt. [1 mark]

○ (a) 30 days

○ (b) 15 days

○ (c) 3 months

○ (d) 10 days

◉ (e) I am not attempting the question

Q19. Every member of a recognized stock exchange shall maintain and preserve the Register of transactions (Sauda book) for a period of _____ years. [1 mark]

○ (a) 5

○ (b) 3

○ (c) 2

○ (d) 7

◉ (e) I am not attempting the question

Q20. The intermediaries and persons associated with securities market shall be registered with_____. [1 mark]

○ (a) DCA

○ (b) MoF

○ (c) SEBI

○ (d) ROC

◉ (e) I am not attempting the question

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Q21. As per the provisions of SEBI (Prohibition of Insider Trading) Regulations, any perso more than _____shares or voting rights in any listed company shall make such di the company. [1 mark]

- ○ (a) 10%
- ○ (b) 5%
- ○ (c) 2%
- ○ (d) 3%
- ⦿ (e) I am not attempting the question

Q22. The expiration day for a derivative contract is ____ [1 mark]

- ○ (a) Last Friday of the expiry month
- ○ (b) Last Thursday of the expiry month
- ○ (c) First Thursday of the expiry month
- ○ (d) Last Friday of the expiry month
- ⦿ (e) I am not attempting the question

Q23. The minimum paid-up capital of public company is Rs. _____. [1 mark]

- ○ (a) 10 Lakhs
- ○ (b) 5 Lakhs
- ○ (c) 1 Lakh
- ○ (d) 2 Lakhs
- ⦿ (e) I am not attempting the question

Q24. _____ of experience in securities market is required for obtaining trading membership. [1 mark]

- ○ (a) 2 years
- ○ (b) 3 years
- ○ (c) 1 year
- ○ (d) 5 years
- ⦿ (e) I am not attempting the question

Q25. ISIN stands for [1 mark]

- ○ (a) International security identification number
- ○ (b) International standard Identification number
- ○ (c) Identification security installation number
- ○ (d) Internal security identification number
- ⦿ (e) I am not attempting the question

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Q26. For obtaining trading membership in Cash, WDM & F&O segment the collateral secu to be paid is Rs. _____. [1 mark]

    ○ (a) 25 Lakhs

    ○ (b) 5 Lakhs

    ○ (c) 30 Lakhs

    ○ (d) 1 Lakh

    ◉ (e) I am not attempting the question

Q27. The minimum number of persons required to form a public company is _____. [1 mark]

    ○ (a) 2

    ○ (b) 10

    ○ (c) 5

    ○ (d) 7

    ◉ (e) I am not attempting the question

Q28. Every public company, making initial public offer of any security for a sum of rupees of _____ or more, shall issue the same only in dematerialized form. [1 mark]

    ○ (a) 2 crores

    ○ (b) 50 crores

    ○ (c) 10 crores

    ○ (d) 5 crores

    ◉ (e) I am not attempting the question

Q29. Individual & Partnership firms are not eligible to apply for membership on _____ segment. [1 mark]

    ○ (a) WDM

    ○ (b) Cash

    ○ (c) F&O

    ○ (d) All the above

    ◉ (e) I am not attempting the question

Q30. Dominant Promoter / Shareholder (DPG) group is a group of shareholders, normally individuals, not exceeding 4 in number jointly and/or severally holding not less than _____ of shares in the trading member corporate. [1 mark]

    ○ (a) 50% (40% in case of listed companies)

    ○ (b) 25% (20% in case of listed companies)

    ○ (c) 51% (20% in case of listed companies)

    ○ (d) 51% (40% in case of listed companies)

    ◉ (e) I am not attempting the question

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Q31. During the admission of a corporate as a trading member the DPG is called for an in the _____ [1 mark]

   ○ (a) SEBI

   ○ (b) Board of directors

   ○ (c) Membership Approval Committee (MAC)

   ○ (d) None of the above

   ◉ (e) I am not attempting the question

Q32. The minimum paid up capital of a corporate applicant for a trading membership should be _____ [1 mark]

   ○ (a) 30 Lakhs

   ○ (b) 50 Lakhs

   ○ (c) 10 Lakhs

   ○ (d) 300 Lakhs

   ◉ (e) I am not attempting the question

Q33. The Minimum Net worth required for a Professional-clearing Member is _____. [1 mark]

   ○ (a) Rs. 300 Lakhs

   ○ (b) Rs. 30 Lakhs

   ○ (c) Rs. 250 Lakhs

   ○ (d) Rs. 125 Lakhs

   ◉ (e) I am not attempting the question

Q34. The Membership approval committee recommends the names for admission of trading member to the _____ of the Exchange. [1 mark]

   ○ (a) Chairman

   ○ (b) President

   ○ (c) Secretary

   ○ (d) Board of Directors

   ◉ (e) I am not attempting the question

Q35. The corporate entities applying for sub broker ship shall have a minimum paid up capital of Rs._____ [1 mark]

   ○ (a) 30 Lakhs

   ○ (b) 25 Lakhs

   ○ (c) 5 Lakhs

   ○ (d) 1 Lakh

   ◉ (e) I am not attempting the question

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Q36. The agreement between a broker & sub broker can be terminated by giving notice in not less than _____ by either party. [1 mark]

    ○ (a) 3 months

    ○ (b) 6 months

    ○ (c) 1 month

    ○ (d) 15 days

    ◉ (e) I am not attempting the question

Q37. A Trading member can have _____ number of clients. [1 mark]

    ○ (a) 1 Lakh

    ○ (b) 5 Lakhs

    ○ (c) Infinite

    ○ (d) 3 Lakhs

    ◉ (e) I am not attempting the question

Q38. A stockbroker shall issue the contract notes to its clients within _____ of the execution of contract. [1 mark]

    ○ (a) 24 hours

    ○ (b) 48 hours

    ○ (c) 36 hours

    ○ (d) 12 hours

    ◉ (e) I am not attempting the question

Q39. A contract note shall be signed by _____. [1 mark]

    ○ (a) Trading Member

    ○ (b) Authorized Signatory

    ○ (c) Client Attorney

    ○ (d) Any of the above

    ◉ (e) I am not attempting the question

Q40. The trading member shall preserve the duplicate copy of the contract note for a minimum of _____ years. [1 mark]

    ○ (a) 5

    ○ (b) 2

    ○ (c) 3

    ○ (d) 8

    ◉ (e) I am not attempting the question

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Q41. The trading member shall make payment to his client or deliver the securities purch _____ working days of Payout. [1 mark]

    ○ (a) 3

    ○ (b) 2

    ○ (c) 18 hours

    ○ (d) 24 hours

    ◉ (e) I am not attempting the question

Q42. The maximum brokerage chargeable by TM in respect of trades effected is _____. [1 mark]

    ○ (a) 1.5%

    ○ (b) 2 %

    ○ (c) 2.5%

    ○ (d) No limit

    ◉ (e) I am not attempting the question

Q43. The sub broker is required to make payment to his client or deliver the securities purchased within _____ hours of the pay out. [1 mark]

    ○ (a) 48

    ○ (b) 24

    ○ (c) 12

    ○ (d) 18

    ◉ (e) I am not attempting the question

Q44. The sub brokerage shall charge brokerage at the rates not exceeding ___ [1 mark]

    ○ (a) 0.75%

    ○ (b) 1.25%

    ○ (c) 0.50%

    ○ (d) 1.50%

    ◉ (e) I am not attempting the question

Q45. The reference for arbitration should be filed within _____ from the date when the dispute arose. [1 mark]

    ○ (a) 2 months

    ○ (b) 3 months

    ○ (c) 6 months

    ○ (d) 1 year

    ◉ (e) I am not attempting the question

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Q46. _____ number of arbitrators has to be selected by the applicant & the respon
arbitration reference is filed from Chennai. [1 mark]

    ○ (a) 4

    ○ (b) 5

    ○ (c) 7

    ○ (d) 6

    ◉ (e) I am not attempting the question

Q47. Which of the following are the benefits to the trading membership of NSE? [1 mark]

    ○ (a) Access to a nation-wide trading facility for equities, derivatives, debt and hybrid instruments / products

    ○ (b) Ability to provide a fair, efficient and transparent securities market to the investors

    ○ (c) Dealing with an organization, which follows strict standards for trading and settlement at par with those available at the top international bourses

    ○ (d) All of the above

    ◉ (e) I am not attempting the question

Q48. In NSEIL, the minimum paid-up capital required for a member (a corporate) in Capital Market segment & F&O segment is _____. [1 mark]

    ○ (a) Rs. 75 Lakhs

    ○ (b) Rs. 100 Lakhs

    ○ (c) Rs. 50 Lakhs

    ○ (d) Rs. 30 Lakhs

    ◉ (e) I am not attempting the question

Q49. Which of the following documents/information do the trading members of NSE have to submit on an annual basis as part of the continuing membership norms? [1 mark]

    ○ (a) Audited financial statements (Balance sheet, Profit and Loss statement)

    ○ (b) Net worth certificate in the prescribed format duly certified by a chartered accountant (every half yearly).

    ○ (c) Details of directors, shareholders, dominant shareholders, etc. duly certified by a chartered accountant

    ○ (d) All of the above

    ◉ (e) I am not attempting the question

Q50. Which of the following statements is true about arbitration? [1 mark]

    ○ (a) The reference for arbitration should be filed within six months from the date when the dispute arose between the parties along with a list of arbitrators.

    ○ (b) The arbitration application received from the applicant is forwarded to the respondent.

    ○ (c) The respondent is called upon to file his reply along with his list of arbitrators within the specified time.

    ○ (d) All of the above statements are true

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(e) I am not attempting the question

Q51. SEBI made it mandatory for all brokers to use _____ for all clients [1 mark]

    (a) Permanent account number

    (b) Driving license number

    (c) Bank account number

    (d) Unique client code

    (e) I am not attempting the question

Q52. As per the Code of Conduct prescribed in the SEBI (Stock Brokers and Sub-brokers) Regulations, 1992; a stock broker/sub-broker should seek permission from _____ for advertising business publicly. [1 mark]

    (a) The stock exchange

    (b) SEBI

    (c) The Brokers' Association

    (d) SAT

    (e) I am not attempting the question

Q53. A contract note shall be issued to a client within _____ hours of the execution of the contract duly signed by the trading member. [1 mark]

    (a) 24

    (b) 36

    (c) 42

    (d) No time limit

    (e) I am not attempting the question

Q54. If a client has sold 10000 shares of scrip @ Rs. 50, what is the maximum brokerage that the client can be charged? [1 mark]

    (a) Rs. 2,500

    (b) Rs. 12,500

    (c) Rs. 7,500

    (d) No limit

    (e) I am not attempting the question

Q55. The daily margin for rolling settlement is paid on _____ [1 mark]

    (a) T+2 days

    (b) T+1 day

    (c) T day

    (d) T+3 days

    (e) I am not attempting the question

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Q56. The upfront margin to be paid for securities covered in Group II is _____ [1 mark]

   ○ (a) 10%

   ○ (b) 20%

   ○ (c) 30%

   ○ (d) 40%

   ◉ (e) I am not attempting the question

Q57. The time gap between trading & settlement gives rise to_____ [1 mark]

   ○ (a) Liquidity risk

   ○ (b) Volatility risk

   ○ (c) Settlement risk

   ○ (d) All the above

   ◉ (e) I am not attempting the question

Q58. _____ is the legal counter party to the net settlement obligation of every member. [1 mark]

   ○ (a) NSDL

   ○ (b) NSCCL

   ○ (c) NSE

   ○ (d) None of the above

   ◉ (e) I am not attempting the question

Q59. _____ is responsible for post trade activities of a stock exchange. [1 mark]

   ○ (a) Depository

   ○ (b) NSCCL

   ○ (c) Clearing bank

   ○ (d) NSDL

   ◉ (e) I am not attempting the question

Q60. In _____ segment all trading members of the exchange are required to become the clearing member of the clearing corporation. [1 mark]

   ○ (a) F&O

   ○ (b) Cash

   ○ (c) WDM

   ○ (d) All the above

   ◉ (e) I am not attempting the question

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Q61. _____ is person who holds for safe keeping the documentary evidence of the tit property belonging like share certificate etc. [1 mark]

○ (a) NSCCL

○ (b) Custodian

○ (c) Depository

○ (d) None of the above

◉ (e) I am not attempting the question

Q62. Each clearing member/custodian is required to maintain a _____ account with the depositories. [1 mark]

○ (a) Clearing pool account

○ (b) Demat

○ (c) Bank

○ (d) All the above

◉ (e) I am not attempting the question

Q63. Bad deliveries are required to be reported to the clearinghouse within _____ from the receipt of documents. [1 mark]

○ (a) 3 days

○ (b) 2 days

○ (c) 1 day

○ (d) 4 days

◉ (e) I am not attempting the question

Q64. Any delivery of shares in Limited Physical market, which bears the last transfer date on or after the introduction of security for trading in the LP market, is construed as _____ [1 mark]

○ (a) Bad delivery

○ (b) Good delivery

○ (c) No delivery

○ (d) None of the above

◉ (e) I am not attempting the question

Q65. Any delivery in excess of _____ shares is marked as short in Limited Physical market and such deliveries are compulsorily closed out. [1 mark]

○ (a) 200

○ (b) 400

○ (c) 500

○ (d) 600

◉ (e) I am not attempting the question

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Q66. In case of physical settlement delivering members are required to deliver all docum[ents] between _____ on the settlement day. [1 mark]

   ○ (a) 9.00 am to 10.00 am

   ○ (b) 10.00 am to 10.30 am

   ○ (c) 9.30 am to 10.00 am

   ○ (d) 9.30 am to 10.30 am

   ◉ (e) I am not attempting the question

Q67. In case of physical settlement receiving members are required to collect all documents from the clearinghouse between _____ on the settlement day. [1 mark]

   ○ (a) 2.00 pm to 3.00 pm

   ○ (b) 2.30 pm to 3.30 pm

   ○ (c) 2.00 pm to 2.30 pm

   ○ (d) 2.30 pm to 3.00 pm

   ◉ (e) I am not attempting the question

Q68. The Member with funds paying obligation is required to have clear funds in his account on or before _____ on the scheduled pay in day. [1 mark]

   ○ (a) 11.00 am

   ○ (b) 10.00 am

   ○ (c) 10.30 am

   ○ (d) 10.00 am

   ◉ (e) I am not attempting the question

Q69. Penalty points are charged to members for _____ [1 mark]

   ○ (a) Failure to fulfill their funds & securities deliverable obligation

   ○ (b) Margin Shortages

   ○ (c) Gross Exposure, Turnover Violation, and other violation

   ○ (d) All the above

   ◉ (e) I am not attempting the question

Q70. Penalty points are calculated for each settlement & accumulated for all the settlement over each _____. [1 mark]

   ○ (a) Calendar year

   ○ (b) Calendar month

   ○ (c) 6 months

   ○ (d) 9 months

   ◉ (e) I am not attempting the question

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Q71. The penalty points charged for violation of gross Exposure or turnover violation for I or more [1 mark]

- ○ (a) 4
- ○ (b) 2
- ○ (c) 0
- ○ (d) 6
- ● (e) I am not attempting the question

Q72. The penalty imposed for penalty points earned between 31 and 50 during each calendar month is? [1 mark]

- ○ (a) No action
- ○ (b) Reprimand Letter
- ○ (c) A fine of Rs.2000 per point over 30 point
- ○ (d) A fine of Rs.5000 per point over 30 point
- ● (e) I am not attempting the question

Q73. The penalty imposed for penalty points earned over 100 points is_____. [1 mark]

- ○ (a) Allowable exposure to be reduced by 75% for 10 settlements in Normal Regular market
- ○ (b) Allowable exposure to be reduced to 75% for 10 settlements in Normal Regular market
- ○ (c) Allowable exposure to be reduced to 75% for 20 settlements in Normal Regular market
- ○ (d) Allowable exposure to be reduced to 75% for 10 settlements in Odd Lot Market
- ● (e) I am not attempting the question

Q74. In case of default to pay the penalty a penal interest of _____ for each day will be levied on the members. [1 mark]

- ○ (a) 10 Basis points
- ○ (b) 100 basis points
- ○ (c) 90 basis points
- ○ (d) 9 basis points
- ● (e) I am not attempting the question

Q75. The valuation price for securities which constitutes bad deliveries, shall be the closing price of such securities, on the immediate trading day [1 mark]

- ○ (a) Preceding the paying day for the securities
- ○ (b) Preceding the payout day for the securities
- ○ (c) Preceding the bad delivery rectification day for the securities
- ○ (d) Succeeding the bad delivery rectification day for the securities
- ● (e) I am not attempting the question

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Q76. Security for which trading has been discontinued on the exchange are referred as __ mark]

   ○   (a) Closed Security

   ○   (b) Discontinued security

   ○   (c) Deleted security

   ○   (d) None of the above

   ◉   (e) I am not attempting the question

Q77. Gross intraday turnover of the member shall not exceed _____ times of the base capital available with NSCCL. [1 mark]

   ○   (a) 33 1/3 times

   ○   (b) 30 times

   ○   (c) 13 1/3 times

   ○   (d) 33 2/3 times

   ◉   (e) I am not attempting the question

Q78. Gross exposure at any time of a member shall not exceed _____ of the capital in excess of Rs.1 crore [1 mark]

   ○   (a) 8.5 crores plus 10 times of the capital in excess of Rs.1 crore

   ○   (b) 7.5 crores plus 8 times of the capital in excess of Rs.1 crore

   ○   (c) 6.5 crores plus 10 times of the capital in excess of Rs.1 crore

   ○   (d) 8.5 crores

   ◉   (e) I am not attempting the question

Q79. A penalty of _____ is levied for violation of gross exposure limit and intra turnover limit [1 mark]

   ○   (a) Rs.10,000

   ○   (b) Rs. 5,000

   ○   (c) Rs.4,000

   ○   (d) Rs.3,000

   ◉   (e) I am not attempting the question

Q80. As per the regulatory requirement a minimum of _____ of the active trading member are to be inspected every year. [1 mark]

   ○   (a) 1%

   ○   (b) 10%

   ○   (c) 5%

   ○   (d) 15%

   ◉   (e) I am not attempting the question

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Q81. All the new securities to be traded in the exchange shall be subject to exposure mul _____ [1 mark]

○ (a) 1 time

○ (b) 2 times

○ (c) 3 times

○ (d) 4 times

◉ (e) I am not attempting the question

Q82. The maximum amount of claim payable from the Investor protection fund to the investor (where the trading member through whom the investor has dealt is declared a defaulter) is _____ [1 mark]

○ (a) 1 Lakh

○ (b) 5 Lakhs

○ (c) 10 Lakhs

○ (d) 15 Lakhs

◉ (e) I am not attempting the question

Q83. Claim against the defaulting trading member should be given on or before _____ from the date of publication of notice [1 mark]

○ (a) 6 months

○ (b) 3 months

○ (c) 1 year

○ (d) 9 months

◉ (e) I am not attempting the question

Q84. Which of the following statement is true? [1 mark]

○ (a) Clearing members are responsible for settling their obligations as determined by the NSCCL.

○ (b) Custodian can be a trading member.

○ (c) Clearing members are not required to open a dedicated clearing account with any of the clearing banks.

○ (d) Custodians are not required to maintain a clearing pool account with the depositories.

◉ (e) I am not attempting the question

Q85. Which of the following is true about rolling settlement? [1 mark]

○ (a) In 'T+X' rolling settlement, 'T' is the trade date and 'X' is the number of business days after trade date on which settlement takes place.

○ (b) NSE does not provide an option to settle trades in Demat securities on rolling basis.

○ (c) For arriving at the settlement day, all intervening holidays such as bank holiday are included.

○ (d) None of the above statements are true.

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(e) I am not attempting the question

Q86. Under T+2 rolling settlement, pay-in of funds and securities takes place _____. [

(a) On 2nd working day after trade date

(b) On 1st working day after the trade date

(c) On the trading day

(d) On 1st and 2nd working day respectively after the trade date

(e) I am not attempting the question

Q87. Which of the following is true about settlement for the Limited Physical Market segment? [1 mark]

(a) Delivery of shares in street name and market delivery is treated as good delivery.

(b) Any delivery less than 500 shares are marked as short and such deliveries are compulsorily closed out.

(c) Settlement for trades is carried out on a trade for trade basis.

(d) Securities and funds pay in takes place on 'T+1' working days after the trade date.

(e) I am not attempting the question

Q88. Penalty points are charged to members for _____. [1 mark]

(a) Only for gross exposure & turnover violations

(b) Only for violation in respect of client code modifications

(c) Only for violation in respect of non-confirmation of custodial trades

(d) All of the above

(e) I am not attempting the question

Q89. Which of the following statements is not true about Mark to Market Margin? [1 mark]

(a) Mark to market margin is computed on the basis of mark to market loss of a member.

(b) Mark to market margin is calculated by marking each transaction in scrip to the closing price of the scrip at the end of trading.

(c) Mark to market loss is the notional loss, which the member would incur in case the cumulative gross outstanding position of the member in some securities where closed out at the closing price of the securities.

(d) Mark to market profit/loss across different securities within the same settlement is set off to determine the mark to market loss for a settlement.

(e) I am not attempting the question

Q90. VaR margin is charged at differential rate on the _____ position of the client. [1 mark]

(a) Net outstanding sale

(b) Gross outstanding sale

(c) Net Sale

(d) Gross Sale

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(e) I am not attempting the question

Q91. Members can submit which of the following as additional base capital to NSCCL [1 mark]

- (a) Cash
- (b) Fixed Deposit Receipts
- (c) Bank Guarantee
- (d) All of the above
- (e) I am not attempting the question

Q92. Which of the following agencies assigns ISINs to the securities in India? [1 mark]

- (a) SEBI
- (b) ANNA
- (c) NSDL
- (d) Stock Exchanges
- (e) I am not attempting the question

Q93. The name of the _____ appears in the records of the issuer as registered owner of Demat securities. [1 mark]

- (a) Depository
- (b) Actual owner
- (c) Beneficial owner
- (d) Depository participant
- (e) I am not attempting the question

Q94. _____ is theoretically considered to be the best average in measuring returns from securities. [1 mark]

- (a) Arithmetic Mean
- (b) Geometric mean
- (c) Simple Average
- (d) Moving Average
- (e) I am not attempting the question

Q95. The positive square root of variance is called _____, which is also a measure of risk. [1 mark]

- (a) Covariance
- (b) Coefficient of variance
- (c) Standard deviation
- (d) Correlation coefficient
- (e) I am not attempting the question

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Q96. Financial Leverage Ratio is also known as _____. [1 mark]

    ○ (a) Return to Equity

    ○ (b) Debt to Equity

    ○ (c) P/E ratio

    ○ (d) Equity to Debt ratio

    ◉ (e) I am not attempting the question

Q97. To Judge the liquidity of a firm the ratio used is _____. [1 mark]

    ○ (a) Inventory Turnover ratio

    ○ (b) Current Ratio

    ○ (c) Net Profit Ratio

    ○ (d) Gross Profit Ratio

    ◉ (e) I am not attempting the question

Q98. _____ ratio measures the overall efficiency of production, administration, selling, financing, pricing & tax management. [1 mark]

    ○ (a) Expense

    ○ (b) Gross Profit

    ○ (c) Net profit

    ○ (d) Asset Turnover ratio

    ◉ (e) I am not attempting the question

Q99. Acid Test Ratio is also known as _____. [1 mark]

    ○ (a) Current ratio

    ○ (b) Quick ratio

    ○ (c) Current asset ratio

    ○ (d) Net profit ratio

    ◉ (e) I am not attempting the question

Q100. _____ is same as Nifty expressed in dollars. [1 mark]

    ○ (a) CNX Nifty Junior

    ○ (b) CNX Midcap 200

    ○ (c) S&P CNX Defty

    ○ (d) S&P CNX Nifty

    ◉ (e) I am not attempting the question

Q101. A balance sheet of a firm provides information about: [1 mark]

    ○ (a) Financial position of a firm for a period

    ○ (b) Financial position of a firm at a particular point of time

    ○ (c) Operational position of a firm at a particular point of time

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○ (d) Operational position of a firm for a period

⦿ (e) I am not attempting the question

Q102. Dividend yield is given by: [1 mark]

○ (a) Dividend per share / Market Value per share * 100

○ (b) Net profit available to equity shareholders / Market Value per share * 100

○ (c) Dividend per share / Face Value per share * 100

○ (d) Net profit available to equity shareholders / Face Value per share * 100

⦿ (e) I am not attempting the question

Q103. Acid Test Ratio of a firm is given by: [1 mark]

○ (a) Current Assets /Total Liabilities

○ (b) Current Assets - (Inventory + Prepaid Expenses)/ Current Liabilities

○ (c) Total Assets / Total Liabilities

○ (d) Current Assets / Current Liabilities

⦿ (e) I am not attempting the question

Q104. Inventory Turnover Ratio is given by: [1 mark]

○ (a) Cost of Goods Sold/Inventory

○ (b) Cost of Goods Sold/Sales

○ (c) Purchases/Inventory

○ (d) Sales/Inventory

⦿ (e) I am not attempting the question

Q105. Snapshots database of NSEIL provides _____. [1 mark]

○ (a) Summary information about each security for each day

○ (b) Information about stock market indexes

○ (c) Snapshots of the limit order book at many time points in a day.

○ (d) A database of every single trade that takes place

⦿ (e) I am not attempting the question

Q106. Calculate the value 5 years hence of a deposit of Rs. 1,000 made today if the interest rate is 8% (compounded annually). [1 mark]

○ (a) Rs. 1,400.00

○ (b) Rs. 1,469.30

○ (c) Rs. 1,000.00

○ (d) Rs. 1,040.00

⦿ (e) I am not attempting the question

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Q107. Suppose, you deposit Rs. 2,000 annually in a bank for 5 years and your deposits e[...] compound interest rate of 10 per cent. What will be value of this series of deposits (an[...] annuity) at the end of 5 years? Assume that each deposit occurs at the end of the year [1 mark]

    ○ (a) Rs. 12,210

    ○ (b) Rs. 11,105

    ○ (c) Rs.11,000

    ○ (d) Rs. 10,000

    ◉ (e) I am not attempting the question

Q108. What is the present value of Rs.1000 payable 3 years hence, if the interest rate is 10 % p.a? [1 mark]

    ○ (a) Rs. 715.31

    ○ (b) Rs. 1,100.00

    ○ (c) Rs. 1,000.00

    ○ (d) Rs. 751.31

    ◉ (e) I am not attempting the question

Q109. Coefficient of variation is [1 mark]

    ○ (a) Arithmetic mean* standard deviation*100

    ○ (b) (Arithmetic mean/standard deviation)*100

    ○ (c) (Standard deviation /Arithmetic mean)*100

    ○ (d) (Variance/ arithmetic mean) *100

    ◉ (e) I am not attempting the question

Q110. Security A gives a return of 10% with a dispersion of 4%, while security B gives a return of 18% with a dispersion of 6%. Which security is more risky in relation to its return? [1 mark]

    ○ (a) Security A

    ○ (b) Security B

    ○ (c) Equal risk

    ○ (d) Not Risky

    ◉ (e) I am not attempting the question

Q111. By default the system assumes that the user is entering order on _____ [1 mark]

    ○ (a) Behalf of the client

    ○ (b) Warehouse order

    ○ (c) Behalf of institutional client

    ○ (d) Trading member's own account

    ◉ (e) I am not attempting the question

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Q112. In case a member is disabled from trading by the exchange, all pending orders in [...] except for _____ of the member are immediately cancelled. [1 mark]

○ (a) Regular lot order

○ (b) Stop loss order

○ (c) Negotiated Trade order

○ (d) Odd lot order

◉ (e) I am not attempting the question

Q113. The best sell order is the order with _____ price and a best buy order is the order with the _____ price [1 mark]

○ (a) Lowest, highest

○ (b) Highest, lowest

○ (c) Highest, highest

○ (d) Lowest, lowest

◉ (e) I am not attempting the question

Q114. To request for modifying trades done during the day, the new quantity requested must be _____ the original trade quantity. [1 mark]

○ (a) Equal to

○ (b) Lower than

○ (c) Higher than

○ (d) Higher or Equal to

◉ (e) I am not attempting the question

Q115. The main reasons for auctions are [1 mark]

○ (a) Shortages

○ (b) Bad deliveries

○ (c) Objections

○ (d) All the above

◉ (e) I am not attempting the question

Q116. The party who enters on the same side of the initiator of the auction process is called _____ [1 mark]

○ (a) Initiator

○ (b) Solicitor

○ (c) Competitor

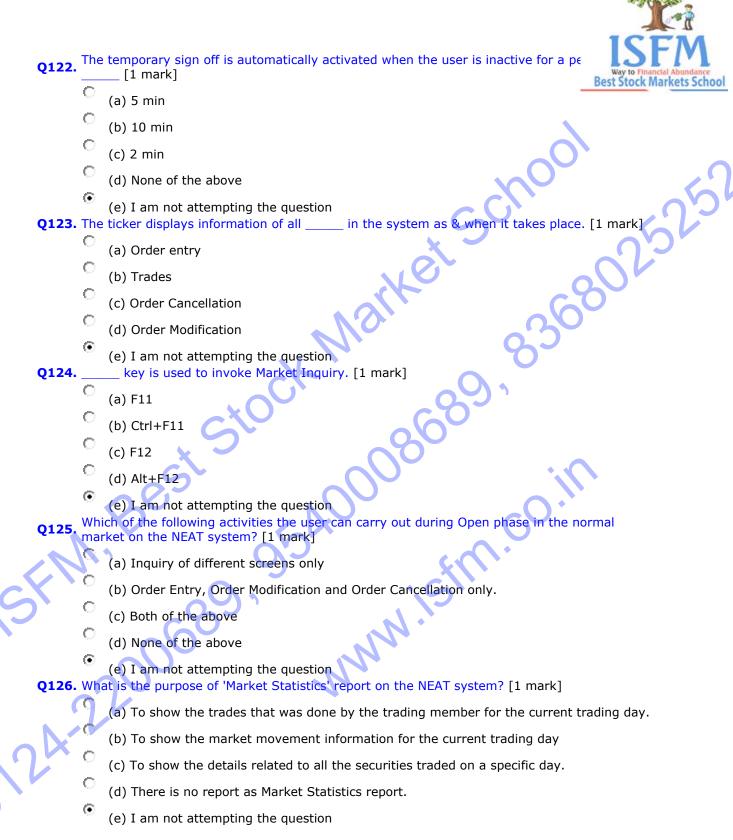○ (d) Auctioneer

◉ (e) I am not attempting the question

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Q117. The user is not allowed to _____ any auction order [1 mark]

   ○ (a) Place

   ○ (b) Modify

   ○ (c) Cancel

   ○ (d) All of the above

   ◉ (e) I am not attempting the question

Q118. The facility to set Branch order value limit is available to ____ [1 mark]

   ○ (a) Corporate Manger

   ○ (b) Branch Manager

   ○ (c) Dealer

   ○ (d) Investor

   ◉ (e) I am not attempting the question

Q119. The facility to set User order Value Limit is available to _____ [1 mark]

   ○ (a) Corporate Manger

   ○ (b) Branch Manager

   ○ (c) Corporate & branch Manager

   ○ (d) Branch Manager & Dealer

   ◉ (e) I am not attempting the question

Q120. Surveillance & Control (SURCON) is the period after market close during which the users have _____ access only. [1 mark]

   ○ (a) Order cancellation

   ○ (b) Order Modification

   ○ (c) Inquiry

   ○ (d) All the above

   ◉ (e) I am not attempting the question

Q121. In case of user forgetting his password _____ [1 mark]

   ○ (a) Trading member can reset the password

   ○ (b) Trading member is required to inform the exchange in writing with a request to reset the password.

   ○ (c) User is required to inform the trading member in writing with a request to reset the password

   ○ (d) User is required to inform the Exchange member in writing with a request to reset the password

   ◉ (e) I am not attempting the question

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Q122. The temporary sign off is automatically activated when the user is inactive for a pe _____ [1 mark]

    ○ (a) 5 min

    ○ (b) 10 min

    ○ (c) 2 min

    ○ (d) None of the above

    ◉ (e) I am not attempting the question

Q123. The ticker displays information of all _____ in the system as & when it takes place. [1 mark]

    ○ (a) Order entry

    ○ (b) Trades

    ○ (c) Order Cancellation

    ○ (d) Order Modification

    ◉ (e) I am not attempting the question

Q124. _____ key is used to invoke Market Inquiry. [1 mark]

    ○ (a) F11

    ○ (b) Ctrl+F11

    ○ (c) F12

    ○ (d) Alt+F12

    ◉ (e) I am not attempting the question

Q125. Which of the following activities the user can carry out during Open phase in the normal market on the NEAT system? [1 mark]

    ○ (a) Inquiry of different screens only

    ○ (b) Order Entry, Order Modification and Order Cancellation only.

    ○ (c) Both of the above

    ○ (d) None of the above

    ◉ (e) I am not attempting the question

Q126. What is the purpose of 'Market Statistics' report on the NEAT system? [1 mark]

    ○ (a) To show the trades that was done by the trading member for the current trading day.

    ○ (b) To show the market movement information for the current trading day

    ○ (c) To show the details related to all the securities traded on a specific day.

    ○ (d) There is no report as Market Statistics report.

    ◉ (e) I am not attempting the question

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Q127. Orders, in the 'Outstanding Orders' screen in the NEAT system, are displayed _____ mark]

○ (a) On the basis of price/time priority in order of Regular Lot orders first and then stop loss orders

○ (b) On the basis of time priority

○ (c) In descending order of order numbers

○ (d) In ascending order of order numbers

◉ (e) I am not attempting the question

Q128. Order entry can be carried out in RETDEBT market by selecting _____ in the book type field. [1 mark]

○ (a) BT

○ (b) RD

○ (c) RL

○ (d) SL

◉ (e) I am not attempting the question

Q129. Auction is held in XYZ for 5,000 shares. The closing price of XYZ on that day was Rs. 155. The last traded price of XYZ on that day was Rs. 150. The price of XYZ last Friday was Rs. 151. The previous day's close price of XYZ was Rs. 160.What is the maximum allowable price at which the member can put a sell order in the auction for XYZ? (The price band applicable for auction market is +/- 20%) [1 mark]

○ (a) Rs. 192

○ (b) Rs. 155

○ (c) Rs. 150

○ (d) Rs. 160

◉ (e) I am not attempting the question

Q130. Which of the following is true about trade cancellation in the NEAT system? [1 mark]

○ (a) The user can use trade cancellation screen for canceling trades done during the day.

○ (b) The user can request for trade cancellation from the previous trades screen.

○ (c) The counter party to the trade makes similar request on the same trading day.

○ (d) All of the above

◉ (e) I am not attempting the question

Q131. Which of the following is false about auctions in the NEAT system? [1 mark]

○ (a) Auctions are initiated by the Exchange on behalf of trading members for settlement related reasons.

○ (b) If the Exchange conducts a Buy-In auction, the trading members enter sell orders as solicitor orders.

○ (c) If the Exchange conducts a Sell-In auction, the trading members enter buy orders as solicitor orders.

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(d) The trading members can participate in the Exchange initiated auctions by orders as a competitor.

(e) I am not attempting the question

Q132. What is true about Internet trades on NSEIL? [1 mark]

(a) NSEIL enables investors to place orders on the NEAT system directly through the Internet.

(b) NSEIL enables investors to use the Internet as an order routing system.

(c) NSEIL enables brokers to collect orders through the internet from clients.

(d) NSEIL uses Internet in lieu of VSATs for trades in NEAT system.

(e) I am not attempting the question

Q133. In Limited Physical market, orders get matched when _____ in the buy and sell order. [1 mark]

(a) Only price is same

(b) Price and quantity is same

(c) Only quantity is same

(d) Stop loss is specified as order condition

(e) I am not attempting the question

Q134. Snap quote feature allows a trading member to get _____ [1 mark]

(a) Instantaneous market information on any desired security

(b) Used for security that is not already set in the Market Watch window.

(c) The information presented is the same as that of the Market watch window.

(d) All the above

(e) I am not attempting the question

Q135. The change in details is highlighted by a change in colour in the market watch screen. The blue colour indicates ____ [1 mark]

(a) Price / quantities have improved

(b) Price has improved

(c) Price has worsened

(d) Price / quantities have worsened.

(e) I am not attempting the question

Q136. The list of securities that are available for trading on capital Market segment is available in _____ [1 mark]

(a) Ticker window

(b) Market watch window

(c) Security list box

(d) None of the above

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(e) I am not attempting the question

Q137. The user has the facility to set up _____ number of securities in the market watc

    (a) 30

    (b) 500

    (c) 1000

    (d) 50

    (e) I am not attempting the question

Q138. The maximum number of securities that can be set up in one page of the market watch screen is _____ [1 mark]

    (a) 10

    (b) 20

    (c) 30

    (d) 12

    (e) I am not attempting the question

Q139. _____ displays the permissible price band for the security for the current day. [1 mark]

    (a) Price band range

    (b) Daily price range

    (c) Market by price

    (d) Market by order

    (e) I am not attempting the question

Q140. Market movement screen provides information to the user regarding the_____ [1 mark]

    (a) Movement of a security for the current day on orders/ trades done

    (b) Movement of an index for the current day on orders/ trades done

    (c) Movement of a security for the specified period on orders/ trades done

    (d) All the above

    (e) I am not attempting the question

Q141. The purpose of Basket trading is to provide facility to create_____ [1 mark]

    (a) Online order modification file for a selected portfolio

    (b) Offline order entry file

    (c) Offline order entry files for a selected portfolio

    (d) Online order entry file

    (e) I am not attempting the question

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Q142. All the orders generated through offline order file are priced at the _____ [1 ma

- ○ (a) Previous day opening price
- ○ (b) Previous day closing price
- ○ (c) Market price
- ○ (d) Trigger price
- ◉ (e) I am not attempting the question

Q143. Order limit is a facility to enable the user to specify _____ that can be entered from the trader workstation. [1 mark]

- ○ (a) Maximum value per order
- ○ (b) Minimum quantity per order
- ○ (c) Maximum value per order & maximum quantity per order
- ○ (d) Minimum value per order & minimum quantity per order
- ◉ (e) I am not attempting the question

Q144. What does AUI indicate as a message code in Full message window in the NEAT system? [1 mark]

- ○ (a) All auction inquiry related message
- ○ (b) All auction related messages
- ○ (c) There is no such code
- ○ (d) All auction initiation messages
- ◉ (e) I am not attempting the question

Q145. Which of the following is false? [1 mark]

- ○ (a) The corporate manager is allowed to set the SUOQL for buy and sell orders for each security for all branch managers & dealers
- ○ (b) The branch manager can view his own limit and the dealers under him.
- ○ (c) Dealer can view his own limit.
- ○ (d) The branch manager is allowed to set SUOQL for all buy orders and sell orders for each security for all branches
- ◉ (e) I am not attempting the question

Q146. The order attribute selection enables user to set default parameters for _____ in the order entry screen. [1 mark]

- ○ (a) PRO/CLI/WHS and Custodian participant id field
- ○ (b) PRO/CLI/WHS
- ○ (c) Custodian participant id field
- ○ (d) None of the above
- ◉ (e) I am not attempting the question

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Q147. Net position screen displays _____ [1 mark]

    ○ (a) Net mark to market value scrip wise

    ○ (b) Total Net value

    ○ (c) Net mark to market value scrip wise as well as Total Net mark to market value

    ○ (d) All the above

    ◉ (e) I am not attempting the question

Q148. For buy stop loss order, the trigger price has to be ___ the limit price. [1 mark]

    ○ (a) Greater than

    ○ (b) Greater than or equal to

    ○ (c) Less than or equal to

    ○ (d) Less than

    ◉ (e) I am not attempting the question

Q149. The index based market wide circuit breaker triggered at 20% movement of the index results in _____ [1 mark]

    ○ (a) Trading shall be halted for an hour

    ○ (b) Trading shall be halted for half n hour

    ○ (c) Trading shall be halted for the rest of the day

    ○ (d) Trading shall be halted for two hours

    ◉ (e) I am not attempting the question

Q150. For auction market the price band of _____ is applicable. [1 mark]

    ○ (a) 2%

    ○ (b) 5%

    ○ (c) 10%

    ○ (d) 20%

    ◉ (e) I am not attempting the question

Q151. The permitted lot size in a Retail debt market is ___ [1 mark]

    ○ (a) 10

    ○ (b) 100

    ○ (c) 200

    ○ (d) 20

    ◉ (e) I am not attempting the question

Q152. Over-the-counter market describes _____. [1 mark]

    ○ (a) Trading that takes place off organized exchanges, usually over the telephone.

    ○ (b) Trading that takes place in the organized exchanges.

    ○ (c) Trading of derivatives

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○ (d) Trading on Over the Counter Exchange of India

⊙ (e) I am not attempting the question

Q153. What is the estimated investor population in India in year 2000? [1 mark]

○ (a) 0 to 15 million

○ (b) 15 to 30 million

○ (c) 30 to 50 million

○ (d) 50 to 100 million

⊙ (e) I am not attempting the question

Q154. Which of the following is not true about issue of securities? [1 mark]

○ (a) Issuers are required to comply with Disclosure and Investor Protection guidelines and then access the market.

○ (b) The Disclosure and Investor guidelines contain a substantial body of requirements for issuers/intermediaries, the broad intention being to ensure that all concerned observe high standards of integrity and fair dealing.

○ (c) The Disclosure and Investor Protection guidelines aim to secure full disclosure of relevant information about the issuer and the nature of the securities to be issued so that investor can take an informed decision.

○ (d) The issue price of shares is determined by merchant banker in consultation with SEBI.

⊙ (e) I am not attempting the question

Q155. Which of the following statements is wrong? [1 mark]

○ (a) The investors have the option of subscribing to securities in either physical form or dematerialized form.

○ (b) All new IPOs are compulsorily traded in Demat form.

○ (c) Every public listed company making IPO of any security for Rs.10 crore or above can do so only in Demat form.

○ (d) All new IPOs are compulsorily made in Demat form.

⊙ (e) I am not attempting the question

Q156. What is the difference between listed and permitted shares? [1 mark]

○ (a) Listed shares belong to public companies while permitted shares belong to private companies.

○ (b) Shares of companies, which have entered into a listing agreement with an exchange, are called listed, while shares permitted for trading without entering into a listing agreement are called permitted shares.

○ (c) Listed shares are regulated by SEBI while permitted shares by Stock Exchanges.

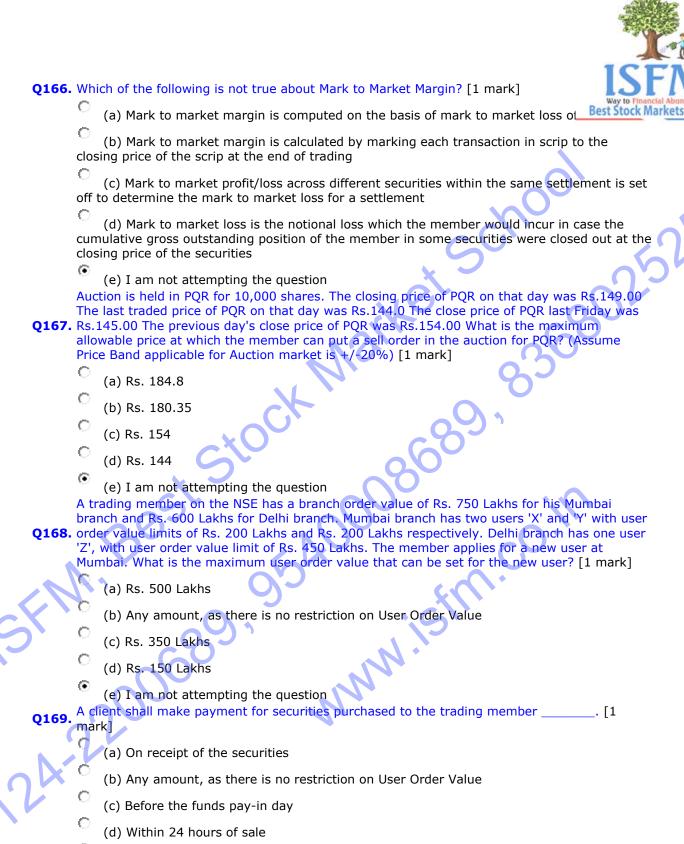○ (d) There is no difference.

⊙ (e) I am not attempting the question

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Q157. The debt instrument of maturities more than 18 month, entering primary market with size of more than 100 crores require. [1 mark]

    ○ (a) Credit rating

    ○ (b) Two credit rating from different agencies

    ○ (c) Approval from reserve bank of India

    ○ (d) Approval from stock exchange

    ◉ (e) I am not attempting the question

Q158. A stockbroker is required to pay a registration fee of _____ every financial year, if his annual turnover does not exceed Rs.1 crore [1 mark]

    ○ (a) Rs10,000

    ○ (b) Rs.5,000

    ○ (c) Rs.15,000

    ○ (d) Rs.50,000

    ◉ (e) I am not attempting the question

Q159. A stockbroker is required to pay a registration fee of _____ every financial year, if his annual turnover exceeds Rs.1 crore [1 mark]

    ○ (a) Rs.5000 + 1% of the turnover in excess of Rs.1 crore

    ○ (b) Rs.10000 + 1% of the turnover in excess of Rs.1 crore

    ○ (c) Rs.5000 + one hundredth of 1% of the turnover in excess of Rs.1 crore

    ○ (d) Rs.10000 + one hundredth of 1% of the turnover in excess of Rs.1 crore

    ◉ (e) I am not attempting the question

Q160. Which of the following is FALSE about trade cancellation in the NEAT system? [1 mark]

    ○ (a) The counterparty to the trade makes similar request on the same trading day.

    ○ (b) Identity of the users are disclosed to keep transparency

    ○ (c) The user can use trade cancellation screen for cancelling trades done during the day.

    ○ (d) The user can request for trade cancellation from the previous trade screen.

    ◉ (e) I am not attempting the question

Q161. Which is the settlement system followed by NSCCL with effect from April 1, 2003? [1 mark]

    ○ (a) Daily Settlement

    ○ (b) T+2 rolling settlement

    ○ (c) Account Period Settlement

    ○ (d) T+3 rolling settlement

    ◉ (e) I am not attempting the question
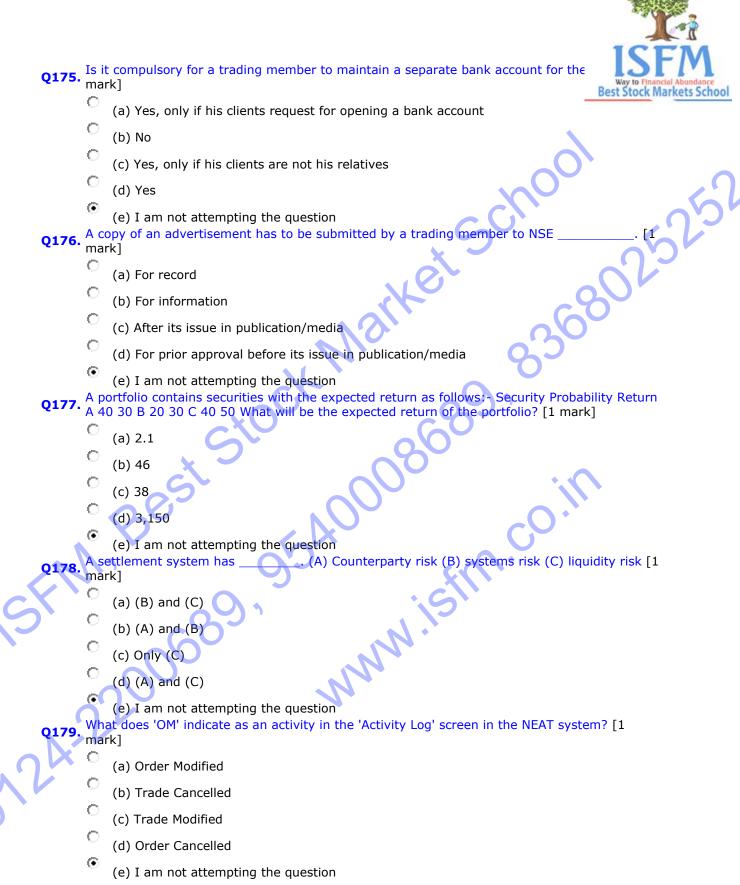
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Q162. Which of the following statement/s is TRUE on the NEAT system? (A) Disclosed qu[antity] cannot be modified to such a quantity where the disclosed quantity is greater than [regular] quantity. (B) Except for the Limited Physical market, a user cannot modify an orde[r] quantity less than the specified Regular Lot and multiples of Regular Lot. (C) Orders cannot be modified to a quantity greater than the issued capital for the security. [1 mark]

○ (a) Only statements (A) and (C)

○ (b) Only statements (B) and (C)

○ (c) Statements (A), (B) and (C)

○ (d) Only statement (C)

◉ (e) I am not attempting the question

Q163. Which of the following functions a branch manager can perform on the NEAT system. [1 mark]

○ (a) The branch manager can receive the End of Day reports for the trading firm

○ (b) The branch manager can view and perform order and trade related activities for the trading firm.

○ (c) The branch manager can view and perform order and trade related activities and receive the End of Day reports for all dealers under that branch

○ (d) The branch manager can receive the End of Day reports of all the branches of the trading firm.

◉ (e) I am not attempting the question

Q164. The daily margin in T+2 rolling settlement comprises of _____. [1 mark]

○ (a) Mark to Market Margin and Gross Exposure Margin

○ (b) Mark to Market Margin, Gross Exposure Margin and Value at Risk-based Margin

○ (c) Mark to Market Margin and Value at Risk-based Margin

○ (d) Gross Exposure Margin and Value at Risk-based Margin

◉ (e) I am not attempting the question

Q165. Which of the following statement/s is TRUE on the NEAT system? (A) Circulars, as and when issued by NSEIL, are available to members on the intranet in their respective trading member directory identified by their trading member id.(B) A message is flashed on the NEAT screen when the circular is downloaded. (C) The circular file is ********.wri where ******** indicates the department and Circular No [1 mark]

○ (a) Only statements (B) and (C)

○ (b) Only statements (A) and (B)

○ (c) Statements (A), (B) and (C)

○ (d) Only statements (A) and (C)

◉ (e) I am not attempting the question

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Q166. Which of the following is not true about Mark to Market Margin? [1 mark]

○ (a) Mark to market margin is computed on the basis of mark to market loss of

○ (b) Mark to market margin is calculated by marking each transaction in scrip to the closing price of the scrip at the end of trading

○ (c) Mark to market profit/loss across different securities within the same settlement is set off to determine the mark to market loss for a settlement

○ (d) Mark to market loss is the notional loss which the member would incur in case the cumulative gross outstanding position of the member in some securities were closed out at the closing price of the securities

◉ (e) I am not attempting the question

Q167. Auction is held in PQR for 10,000 shares. The closing price of PQR on that day was Rs.149.00 The last traded price of PQR on that day was Rs.144.0 The close price of PQR last Friday was Rs.145.00 The previous day's close price of PQR was Rs.154.00 What is the maximum allowable price at which the member can put a sell order in the auction for PQR? (Assume Price Band applicable for Auction market is +/-20%) [1 mark]

○ (a) Rs. 184.8

○ (b) Rs. 180.35

○ (c) Rs. 154

○ (d) Rs. 144

◉ (e) I am not attempting the question

Q168. A trading member on the NSE has a branch order value of Rs. 750 Lakhs for his Mumbai branch and Rs. 600 Lakhs for Delhi branch. Mumbai branch has two users 'X' and 'Y' with user order value limits of Rs. 200 Lakhs and Rs. 200 Lakhs respectively. Delhi branch has one user 'Z', with user order value limit of Rs. 450 Lakhs. The member applies for a new user at Mumbai. What is the maximum user order value that can be set for the new user? [1 mark]

○ (a) Rs. 500 Lakhs

○ (b) Any amount, as there is no restriction on User Order Value

○ (c) Rs. 350 Lakhs

○ (d) Rs. 150 Lakhs

◉ (e) I am not attempting the question

Q169. A client shall make payment for securities purchased to the trading member _____. [1 mark]

○ (a) On receipt of the securities

○ (b) Any amount, as there is no restriction on User Order Value

○ (c) Before the funds pay-in day

○ (d) Within 24 hours of sale

◉ (e) I am not attempting the question

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Q170. Which of the following is NOT a derivative traded on Indian Stock Market? [1 mark

○ (a) Index Options

○ (b) Stock Futures

○ (c) Index Futures

○ (d) Forward Rate Agreements

◉ (e) I am not attempting the question

Q171. In which book type on the NEAT system, does the user enter Limited Physical orders? [1 mark]

○ (a) SL

○ (b) RL

○ (c) OL

○ (d) SP

◉ (e) I am not attempting the question

Q172. Which of the following statements is FALSE about the NEAT system? [1 mark]

○ (a) The order/trade slips are Confirmation/Modification/Cancellation/Rejection slips

○ (b) Members can take print of confirmation slips at the end of the day from the reprint option in the supplementary menu

○ (c) Margin report is generated on-line.

○ (d) The trade and order slips are generated on-line

◉ (e) I am not attempting the question

Q173. If a client buys shares worth Rs. 1,25,000 and sells shares worth Rs. 75,000 through a sub-broker, then the maximum brokerage payable to him is _____. [1 mark]

○ (a) Rs. 24,000

○ (b) Rs. 16,000

○ (c) Rs. 3,000

○ (d) Rs. 20,000

◉ (e) I am not attempting the question

Q174. A trading member submits _____ to the stock exchange on an annual basis. (A) Audited financial statements (B) net worth certificate (C) proof of renewal of insurance cover [1 mark]

○ (a) (A), (B) and (C)

○ (b) (A) and (C) only

○ (c) (B) and (C) only

○ (d) Only (A)

◉ (e) I am not attempting the question

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Q175. Is it compulsory for a trading member to maintain a separate bank account for the [1 mark]

○ (a) Yes, only if his clients request for opening a bank account

○ (b) No

○ (c) Yes, only if his clients are not his relatives

○ (d) Yes

◉ (e) I am not attempting the question

Q176. A copy of an advertisement has to be submitted by a trading member to NSE _____. [1 mark]

○ (a) For record

○ (b) For information

○ (c) After its issue in publication/media

○ (d) For prior approval before its issue in publication/media

◉ (e) I am not attempting the question

Q177. A portfolio contains securities with the expected return as follows:- Security Probability Return A 40 30 B 20 30 C 40 50 What will be the expected return of the portfolio? [1 mark]

○ (a) 2.1

○ (b) 46

○ (c) 38

○ (d) 3,150

◉ (e) I am not attempting the question

Q178. A settlement system has _____. (A) Counterparty risk (B) systems risk (C) liquidity risk [1 mark]

○ (a) (B) and (C)

○ (b) (A) and (B)

○ (c) Only (C)

○ (d) (A) and (C)

◉ (e) I am not attempting the question

Q179. What does 'OM' indicate as an activity in the 'Activity Log' screen in the NEAT system? [1 mark]

○ (a) Order Modified

○ (b) Trade Cancelled

○ (c) Trade Modified

○ (d) Order Cancelled

◉ (e) I am not attempting the question

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Q180. NSE's Certification in Financial Markets does NOT allow flexibility in terms of _____

○ (a) Candidate's presence

○ (b) Test date

○ (c) Testing centre

○ (d) Test time

◉ (e) I am not attempting the question

Q181. How many depositories are there in India? [1 mark]

○ (a) 2

○ (b) 3

○ (c) 0

○ (d) 1

◉ (e) I am not attempting the question

Q182. In the event of the user forgetting his password on the NEAT system, the trading member is required to _____. [1 mark]

○ (a) Reset the password and inform the exchange

○ (b) Login with a password of another user of the same trading member

○ (c) Login with the default password and enter a new password

○ (d) Inform the Exchange in writing to reset the password

◉ (e) I am not attempting the question

Q183. Register of transactions (Sauda Book) shall be preserved for a period of _____ years by the stockbroker as per the Securities Contracts (Regulation) Rules, 1957 [1 mark]

○ (a) 7

○ (b) 5

○ (c) 10

○ (d) 6

◉ (e) I am not attempting the question

Q184. The members/custodians make available the required securities in the _____ with Depository Participants by the prescribed pay-in time for securities. [1 mark]

○ (a) Client Account

○ (b) Receipt Account

○ (c) Delivery Account

○ (d) Pool Account

◉ (e) I am not attempting the question

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Q185. What is the maximum number of depository accounts that can be opened by an in[...] mark]

○ (a) Only one account with a particular depository participant

○ (b) One account only

○ (c) There is no restriction on the number of accounts an investor can open

○ (d) It depends on his Net Worth

◉ (e) I am not attempting the question

Q186. Which of the following statements is TRUE? [1 mark]

○ (a) The reliance on public issues has increased in the recent past

○ (b) Private placement is costly and time consuming

○ (c) Public issues is a preferred means of raising resources in the corporate sector

○ (d) The amount raised through private placements far exceeds that raised through public issues.

◉ (e) I am not attempting the question

Q187. A registered sub-broker, holding registration granted by SEBI on the recommendation of a trading member, can transact through _____. [1 mark]

○ (a) a stock exchange directly

○ (b) any member broker of a stock exchange

○ (c) the member broker who had recommended his application for registration

○ (d) any member broker of any stock exchange

◉ (e) I am not attempting the question

Q188. _____ or a corporate can become member of an exchange [1 mark]

○ (a) An individual, a partnership firm

○ (b) Hindu Undivided Family

○ (c) An individual, a partnership firm, Hindu Undivided Family

○ (d) An individual, Hindu Undivided Family

◉ (e) I am not attempting the question

Q189. NSCCL uses services of _____ to transfer Demat securities. [1 mark]

○ (a) Depositories

○ (b) Clearing Banks

○ (c) Share transfer agents

○ (d) Custodians

◉ (e) I am not attempting the question

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Q190. A sub-broker can have a maximum of ____ clients. [1 mark]

   ○ (a) 500

   ○ (b) 50

   ○ (c) Unlimited

   ○ (d) 100

   ◉ (e) I am not attempting the question

Q191. The amount in unpaid dividend accounts of companies shall be transferred to the: ____. [1 mark]

   ○ (a) Dividend Equalization Reserve

   ○ (b) Investor Education and Protection Fund

   ○ (c) Investor Protection Fund

   ○ (d) General Revenue Account of the Central Government

   ◉ (e) I am not attempting the question

Q192. Which is the principal Act that governs the trading in securities market in India? [1 mark]

   ○ (a) Companies Act, 1956

   ○ (b) Securities Contracts (Regulation) Act, 1956

   ○ (c) SEBI Act, 1992

   ○ (d) Depositories Act, 1996

   ◉ (e) I am not attempting the question

Q193. Members can submit which of the following as additional base capital to NSCCL. [1 mark]

   ○ (a) Cash

   ○ (b) Bank Guarantee

   ○ (c) Fixed Deposit Receipts

   ○ (d) All of the above

   ◉ (e) I am not attempting the question

Q194. A trading member on the NSE has set the branch order value unlimited for his Chennai branch and Rs. 950 Lakhs for Kolkata branch. Chennai branch has two users 'X' and 'Y' with user order limits of Rs. 250 Lakhs and Rs. 300 Lakhs respectively. Kolkata branch has one user 'Z', with user order value limit of Rs. 350 Lakhs. The member applies for a new user at Kolkata. What is the maximum user order value that can be set for the new user? [1 mark]

   ○ (a) Not more than Rs. 950 Lakhs

   ○ (b) Zero

   ○ (c) Unlimited

   ○ (d) Rs. 600 Lakhs

   ◉ (e) I am not attempting the question

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Q195. What is the minimum net worth for a corporate member in Capital Market and F&O of NSEIL? [1 mark]

○ (a) Rs. 5 Lakhs

○ (b) Rs. 200 Lakhs

○ (c) Rs. 10 Lakhs

○ (d) Rs. 100 Lakhs

◉ (e) I am not attempting the question

Q196. A trading member is getting a message that he has violated the gross exposure limit. The gross exposure at that point of time was Rs. 1300 Lakhs. What is his base capital? (Assume Rs. 1300 Lakhs is allowable gross exposure). [1 mark]

○ (a) Rs. 46.00 Lakhs

○ (b) Rs. 145.00 Lakhs

○ (c) Rs. 157.00 Lakhs

○ (d) Rs. 181.00 Lakhs

◉ (e) I am not attempting the question

Q197. Which of the following statement/s is TRUE about trade cancellation in the NEAT system? (A) The trade cancellation request is sent to the Exchange for approval and message to that effect is displayed in the message window. (B) When a request the trade cancellation is approved by the Exchange, the parties to trade receive a system message confirming the trade cancellation and the trade cancellation slip is printed at their respective trader workstations. (C) If the Exchange rejects the trade cancellation request; the trade cancellation rejection slip is printed at their respective trader workstations. [1 mark]

○ (a) Only statements (A) and (C)

○ (b) Only statement (C)

○ (c) Only statements (B) and (C)

○ (d) Statements (A), (B) and (C)

◉ (e) I am not attempting the question

Q198. Which of the following obligation reports are NOT generated by the clearing software? [1 mark]

○ (a) Daily Obligation Statement

○ (b) Final Settlement Obligations Statement

○ (c) Margin Report

○ (d) Daily Obligation Statement of Custodial Trades

◉ (e) I am not attempting the question

Q199. What can the corporate manager view in the 'Activity Log' screen in the NEAT system? [1 mark]

○ (a) He can view all activities that have been performed on any order for own User Id only.

○ (b) He can view all the activities that have been performed on any order or all orders under all branches or for a specific branch and for a specific dealer or for all dealers

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○ (c) He has no access to the 'Activity Log' screen

○ (d) He can view all activities that have been performed on any order of the whole market

◉ (e) I am not attempting the question

Q200. What does 'LIS' indicate as a message code in 'Full Message window' in the NEAT system? [1 mark]

○ (a) All listing related messages

○ (b) There is no such message code as 'LIS' in the Full Message Window

○ (c) All messages related to suspension for trading of listed securities only

○ (d) All messages related to newly listed securities only

◉ (e) I am not attempting the question

Q201. A person can become a member of ___ recognized Stock Exchanges. [1 mark]

○ (a) 15

○ (b) Any number of

○ (c) 10

○ (d) Only 1

◉ (e) I am not attempting the question

Q202. NSCCL pays-out Demat securities to the members in the _____ from where these are transferred to the _____ of the members [1 mark]

○ (a) Clients Account, Pool Account

○ (b) Pool Account, Clients Account

○ (c) Delivery Account, Pool Account

○ (d) Receipt Account, Delivery Account

◉ (e) I am not attempting the question

Q203. If a client buys shares worth Rs. 90,000 and sells shares worth Rs. 1,10,000 through a stockbroker, then the maximum brokerage payable is _____. [1 mark]

○ (a) Rs. 4,000

○ (b) Rs. 5,000

○ (c) Rs. 2,000

○ (d) Rs. 6,000

◉ (e) I am not attempting the question

Q204. Which of the following does NOT issue securities in the primary market? [1 mark]

○ (a) Government of India

○ (b) Stock Exchanges

○ (c) Companies

○ (d) Financial Institutions

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○ (e) I am not attempting the question

Q205. As per the provisions of SEBI (Prohibition of Insider Trading) regulations, any pers~~on~~ holds more than _____% shares or voting rights in any listed company shall make such disclosure to the company [1 mark]

○ (a) 2

○ (b) 10

○ (c) 5

○ (d) 3

◉ (e) I am not attempting the question

Q206. Which address of the corporate trading member is printed on the contract note? (A) Registered office address (B) Dealing office address (C) Correspondence address [1 mark]

○ (a) (C)

○ (b) (B) and (C)

○ (c) (A) and (C)

○ (d) (A) and (B)

◉ (e) I am not attempting the question

Q207. Mr. Desai has decided to deposit Rs. 100,000 in the bank annually. If the bank has a policy of continuous compounding and the prevailing interest rate is 11.5%. How much would his deposit grow upto Rs._____ in 2 years? [1 mark]

○ (a) 166,141.11

○ (b) 171,507.54

○ (c) 185,570.7

○ (d) 224,871.26

◉ (e) I am not attempting the question

Q208. A maximum penalty of Rs. _____ can be imposed for insider trading, as prescribed under SEBI Act, 1992. [1 mark]

○ (a) 5 Lakhs

○ (b) 50 Thousand

○ (c) 3 Lakhs

○ (d) 1 Lakh

◉ (e) I am not attempting the question

Q209. What does 'P' indicate as a status in the 'Auction Inquiry' screen in the NEAT system? [1 mark]

○ (a) Auction is pending and yet to begin

○ (b) Auction is deleted

○ (c) There is no such status indicator as 'P' in the Auction Inquiry screen.

○ (d) Auction is over

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(e) I am not attempting the question

Q210. Which of the following is/are TRUE about the ticker in the NEAT system? (A) The u____ option of selecting the securities that should appear in the ticker. (B) When a request for the trade cancellation is approved by the Exchange, the parties to trade receive a system message confirming the trade cancellation and the trade cancellation slip is printed at their respective trader workstations. (C) The ticker displays information about any trade in the system as and when it takes place. [1 mark]

○ (a) Only statements (B) and (C)

○ (b) Statements (A), (B) and (C)

○ (c) Only statement (C)

○ (d) Only statements (A) and (C)

◉ (e) I am not attempting the question

Q211. The two components of counter party risk are _____ [1 mark]

○ (a) System risk & principal risk

○ (b) Replacement cost risk & System risk

○ (c) Replacement cost risk & principal risk

○ (d) Legal risk & operational risk

◉ (e) I am not attempting the question

Q212. The Investor protection fund is maintained by _____ [1 mark]

○ (a) SEBI

○ (b) Bombay public trust Act, 1950

○ (c) NSE

○ (d) All the above

◉ (e) I am not attempting the question

Q213. EPS is given by_____ [1 mark]

○ (a) Net profit before tax/ No of ordinary shares outstanding

○ (b) Net profit after tax/ No of ordinary shares outstanding

○ (c) Net profit before tax & preference dividend / No of ordinary shares

○ (d) Earnings / price

◉ (e) I am not attempting the question

Q214. Fixed Asset Turnover ratio is given by [1 mark]

○ (a) Fixed Assets / Gross sales

○ (b) Fixed assets / Net Sales

○ (c) Net Sales / Average Net Fixed Asset

○ (d) Gross sales / Average Net Fixed Asset

◉ (e) I am not attempting the question

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Q215. A company may purchase its own shares or other specified securities out of_____ [

   ○ (a) Free reserve

   ○ (b) The securities Premium account

   ○ (c) The proceeds of any shares of other specified securities

   ○ (d) Any of the above

   ◉ (e) I am not attempting the question

Q216. Which of the following is not true? [1 mark]

   ○ (a) The Central Government notified the establishment of Investor Education & Protection fund.

   ○ (b) The Investor Education & Protection fund is utilized for promotion of awareness among the investors

   ○ (c) The Investor Education & Protection fund shall be credited with amounts in the dividend account of companies

   ○ (d) The Investor Education & Protection fund is utilized for protection of the interest of investors.

   ◉ (e) I am not attempting the question

Q217. The annual subscription to be paid by trading member for CM. WDM & F&O segment is Rs._____. [1 mark]

   ○ (a) 1 Lakh

   ○ (b) 2 Lakhs

   ○ (c) 3 Lakhs

   ○ (d) 4 Lakhs

   ◉ (e) I am not attempting the question

Q218. What does 'X' indicate as a status in the 'Auction Inquiry' screen in the NEAT system? [1 mark]

   ○ (a) Auction is over

   ○ (b) Auction is deleted

   ○ (c) Auction is pending

   ○ (d) There is no such indicator

   ◉ (e) I am not attempting the question

Q219. The 'About' window displays the _____. [1 mark]

   ○ (a) Software related details & copyright information

   ○ (b) Information about the traded securities

   ○ (c) Hardware configuration

   ○ (d) There is no such window display

   ◉ (e) I am not attempting the question

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Q220. Which of the following is False [1 mark]

    ○ (a) Trade verification details are available on NSE website

    ○ (b) Trade details for verification is available on the same day after 19.00 hours IST

    ○ (c) Trade details for last 5 trading days would be available on the website.

    ○ (d) Trade verification detail on the NSE website is for Cash Market segment only.

    ◉ (e) I am not attempting the question

Q221. The penalty imposed for penalty points earned between 0 - 20 during each calendar month is _____. [1 mark]

    ○ (a) Reprimand Letter

    ○ (b) A fine of Rs.2000 per point

    ○ (c) A fine of Rs.5000 per point

    ○ (d) There is no penalty

    ◉ (e) I am not attempting the question

Q222. The interest free security deposit to be provided by a Professional clearing member of CM and F&O segment is____ [1 mark]

    ○ (a) Rs. 25 Lakhs

    ○ (b) Rs. 34 Lakhs

    ○ (c) Rs.50 Lakhs

    ○ (d) No interest free security deposit is required to be maintained.

    ◉ (e) I am not attempting the question

Q223. For imposition of margins, stocks which have traded at least 80% of the day in the previous 18 months shall constitute the ____ [1 mark]

    ○ (a) Group I & Group II

    ○ (b) Group II & Group III

    ○ (c) Group I

    ○ (d) Group II

    ◉ (e) I am not attempting the question

Q224. Correlation coefficient describes the _____ of relationship between two variables. [1 mark]

    ○ (a) Nature

    ○ (b) Degree

    ○ (c) Efficiency

    ○ (d) Probability

    ◉ (e) I am not attempting the question

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Q225. Which portfolio is most preferred by an investor? [1 mark]

  - (a) The ratio of expected return to the standard deviation is highest.
  - (b) The ratio of expected return to the standard deviation is lowest
  - (c) The ratio of expected return to the standard deviation is zero
  - (d) Expected return is the highest.
  - (e) I am not attempting the question

Q226. Which of these portfolios an investor would prefer? Portfolio Expected Return (%) Standard deviation (%) A 15 14 B 10 8 C 10 5 [1 mark]

  - (a) Portfolio A
  - (b) Portfolio B
  - (c) Portfolio C
  - (d) Portfolio B & Portfolio C
  - (e) I am not attempting the question

Q227. The price band applicable for a derivative product is_____. [1 mark]

  - (a) 5%
  - (b) 10%
  - (c) 20%
  - (d) Not applicable
  - (e) I am not attempting the question

Q228. _____ number of arbitrator are appointed if the claim amount is more than Rs. 25 Lakhs. [1 mark]

  - (a) 1
  - (b) 2
  - (c) 3
  - (d) 5
  - (e) I am not attempting the question

Q229. What does 'S' indicate as a status in the 'Market By Price' screen in the NEAT system? [1 mark]

  - (a) Suspended
  - (b) Sold
  - (c) Saved
  - (d) None of the above
  - (e) I am not attempting the question

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Q230. What does 'P' indicate as a status in the 'Market By Price' screen in the NEAT system mark]

○ (a) Purchased

○ (b) Pending

○ (c) Pre open phase

○ (d) No such status

◉ (e) I am not attempting the question

Q231. Penalties are charged to trading member for_____ [1 mark]

○ (a) Failure to fulfill their funds / securities deliverable obligation

○ (b) Gross Exposure & Turnover violation

○ (c) Margin / Security deposit shortage

○ (d) All the above

◉ (e) I am not attempting the question

Q232. It is mandatory for the TM to collect upfront margin from clients whose trades would result in a margin of Rs. _____ or more. [1 mark]

○ (a) 10,000

○ (b) 20,000

○ (c) 25,000

○ (d) 50,000

◉ (e) I am not attempting the question

Q233. Which of the following is false: [1 mark]

○ (a) Sub broker enters into agreement with the client before placing orders

○ (b) The said agreement shall be executed on non judicial stamp paper

○ (c) The client should provide information to the sub broker in the Client Registration Application form

○ (d) The client should provide information to the sub broker in a written format

◉ (e) I am not attempting the question

Q234. Any information, which relates directly or indirectly to a company and which if published, is likely to materially affect the price of securities of that company [1 mark]

○ (a) Material Information

○ (b) Sensitive Information

○ (c) Price sensitive information

○ (d) Securities price information

◉ (e) I am not attempting the question

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Q235. Correlation coefficient ranges between [1 mark]

○ (a) +2 and −2

○ (b) +1 and −1

○ (c) 1 and 100

○ (d) +10 and -10

◉ (e) I am not attempting the question

Q236. For a given present value in case of continuous compounding future value is determined by [1 mark]

○ (a) PV (1+r)t

○ (b) PV * e rt

○ (c) PV/ (1+r)t

○ (d) PV/ e rt

◉ (e) I am not attempting the question

Q237. Which of the following is false- [1 mark]

○ (a) The purchase/ sale note shall specify the brokerage payable to the trading member and to the sub broker.

○ (b) The service tax charged in the bill is shown in the purchase / sale note

○ (c) Stamp duty is paid by the sub broker

○ (d) The purchase/ sale note should contain name, address & SEBI registration number of sub broker alone.

◉ (e) I am not attempting the question

Q238. WAP (Wireless application Protocol) technology serves primarily [1 mark]

○ (a) Retail investors

○ (b) Wholesale investors

○ (c) Retail investors who are mobile and want to trade from any place

○ (d) Retail investors who want to trade from a particular place

◉ (e) I am not attempting the question

Q239. The person who initiates the auction process is called _____ [1 mark]

○ (a) Initiator

○ (b) Beginner

○ (c) Starter

○ (d) Solicitor

◉ (e) I am not attempting the question

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Q240. Auctions are initiated by the exchange on behalf of _____ [1 mark]

○ (a) Clients

○ (b) Competitor

○ (c) Trading member

○ (d) Their own account

◉ (e) I am not attempting the question

Q241. DQ stands for_____ [1 mark]

○ (a) Delivered quantity

○ (b) Deliverable quantity

○ (c) Disclosed quantity

○ (d) None of the above

◉ (e) I am not attempting the question

Q242. Warehouse order may be entered only in _____ for book type _____ [1 mark]

○ (a) Auction market, regular lot

○ (b) Retail debt market, regular lot

○ (c) Normal market, regular lot

○ (d) Any of the above

◉ (e) I am not attempting the question

Q243. To enter negotiated trade order it is mandatory for the trading member to enter the ____ [1 mark]

○ (a) Code of the Trading member

○ (b) Counter party trading member ID

○ (c) Client code

○ (d) Any of the above

◉ (e) I am not attempting the question

Q244. The methodology applicable for calculation of net worth in F&O segment is_____ [1 mark]

○ (a) Prescribed by NSE

○ (b) As per Dr. L. C. Gupta committee recommendation

○ (c) Prescribed by SEBI

○ (d) None of the above

◉ (e) I am not attempting the question

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Q245. The penalty point charged for gross exposure & turnover violation for less than Rs. _____. [1 mark]

     (a) 1

     (b) 2

     (c) 3

     (d) 4

     (e) I am not attempting the question

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