

## Financial Market

### S.Y.B.B.I., Sem-III, A.Y.2020-21

1. ....was established on April 1, 1935 in accordance with the provisions of the Reserve Bank of India Act, 1935.  
A. RBI  
B. SEBI  
C. IRDA  
D. MCX
2. The.....is a system is a system where there is exchange of funds or transfer of money from the area if surplus to the area of deficit.  
A. Financial Market  
B. Financial System  
C. Financial Goal  
D. Financial Institution
3. Capital Market Includes Primary Markets and.....  
A. Money Market  
B. Share Market  
C. Commodity market  
D. Secondary Market
4. ....is the Regulatory Authority of the Indian Capital Market.  
A. RBI  
B. SEBI  
C. IRDA  
D. MCX
5. .... are those investors or the brokers who believe that the price of the share is going to go upwards.  
A. Bulls  
B. Bears  
C. Stags  
D. Jobbers
6. Treasury Bills are Issued by.....  
A. Government of India  
B. Individuals  
C. Partners  
D. Private Company
7. Debt instruments which have a maturity period of less than year termed as..... market instruments.  
A. Commodity  
B. Money  
C. Bond  
D. Capital
8. On the Spot settlement is ..... rolling settlement.  
A. T+1  
B. T+2  
C. T+3  
D. T+4
9. When the company for the first time issues its share to the public it is called as.....process.  
A. Right Issue  
B. Bonus Shares  
C. Private Placement  
D. Initial Public Offer
10. .... play a very important role in the IPO process.  
A. Commercial Bank  
B. Merchant Bankers  
C. Share Market  
D. Brokers
11. ....are those investors who believe that the price of the share is going to go upward.  
A. Bulls  
B. Bears  
C. Stags  
D. Brokers
12. ....is a written promise to pay a debt.  
A. T-bills  
B. Promissory Note  
C. Certificate of Deposit  
D. Commercial Paper

13. SEBI Regulate on.....
  - A. Money Market
  - B. Unorganised Market
  - C. Capital Market
  - D. Forex Market
14. What is called "Blue chip"?
  - A. Company's which are run by large corporate house
  - B. A company whose share always provide profit
  - C. A multinational company
  - D. A company which is listed on a foreign stock exchange.
15. Which of the following words doesn't belong to the stock exchange?
  - A. KPO
  - B. NAV
  - C. NSE
  - D. IPO
16. \_\_\_ are standardized, exchange traded contract
  - A. Swaps
  - B. Forwards
  - C. Futures
  - D. FRAs
17. Risk averse investors use.....for speculation
  - A. Derivatives
  - B. Fixed Deposit
  - C. Bond
  - D. Call Money
18. In which year, foreign currency future based on new floating exchange rate system were introduced at the Chicago mercantile Exchange.
  - A.1970
  - B.1975
  - C. 1972
  - D.1974.
19. The instruments that are 'marked' to the market are.....
  - A. Forward
  - B. Futures
  - C. Swaps
  - D. Options
20. In an option contract, if the option can be exercised only at the time of maturity is called.....
  - A. Double option
  - B. American option
  - C. put option
  - D. European option
21. The predetermined price at which an underlying asset has to be bought or sold in an option contract is called.....
  - A. Option price
  - B. Exercise price
  - C. Spot price
  - D. Future Price
22. Those banks which are not Included in the second scheduled of the reserve bank of India act are termed as \_\_\_\_\_
  - A. Scheduled
  - B. Non-scheduled
  - C. Cooperative
  - D. Commercial
23. \_\_\_\_\_ is a person buys or sells the commodity by just predicting the market movement in future.
  - A. Hedgers
  - B. Speculators
  - C. Arbitragers
  - D. Broker
24. \_\_\_\_\_ is the financial asset that derives its value from an underlying asset.
  - A. Commodity
  - B. Foreign exchange
  - C. Derivative
  - D. Mutual Fund
25. Diversification can reduce\_\_\_\_\_
  - A. Risk
  - B. Uncertainly
  - C. Probability
  - D. Returns