

## **Assessment Procedure**

### **Fundamentals of Capital Market**

Fundamentals of capital market is a comprehensive course on Financial Markets which will prepare participants for aggressive competition and decision making. In addition, the course integrates near real time case studies to develop candidates' practical knowledge and skill sets. All qualification of this course are tested by multiple choice questions via computer based testing. Result are instant and displayed on screen.. A sample question paper is given below:



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**FUNDAMENTALS OF THE CAPITAL MARKET-FINAL TEST****MAXIMUM MARKS: 50 TIMES: 60 MINUTES****Each question carries one mark.****The pass mark for this test is 25.**

CANDIDATE NAME	
INSTITUTION / LOCATION	
YEAR /COURSE	

FOR OFFICE USE ONLY	
TRAINER	
STUDENT ATTENDANCE	
EXAMINER	
TEST SCORE	
PASS / FAIL	
SIGNATURE OF EXAMINER	




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CIN : U74140KL2010PTC026624

1. The oldest stock exchange in Asia is \*
  - a) The NSE
  - b) The Karachi Stock Exchange
  - c) The Bombay Stock Exchange
2. The founder of Infosys was \*
  - a) Mr. N.R. Narayana Murthy
  - b) Dr. Raghuram Rajan
  - c) Mr. Vishal Sikka
3. If you expect the share price of Infosys to go down, you will \*
  - a) Sell the futures
  - b) Buy the futures
  - c) Sell the futures or buy a put option
4. G-SECS are \*
  - a) Risky
  - b) High in interest
  - c) Risk Free and Low in Return
5. The Derivatives which are traded on the Stock Exchange in India are \*
  - a) Futures & Forwards
  - b) Forwards & Swaps
  - c) Futures & Options
6. FPO stands for \*
  - a) Future Public Offer
  - b) Follow On Public Offer
  - c) Offer For Sale
7. The Full form of NSE \*
  - a) National Stock Exchange
  - b) Notional Stock Exchange
  - c) Nasdaq Stock Exchange
8. ACC is a \_\_\_\_\_ \*
  - a) Software Company
  - b) Pharmaceutical Company
  - c) Cement Company
9. A AAA Credit Rating indicates \*
  - a) Highest Safety
  - b) Moderate Safety
  - c) Poor Safety
10. To know whether you should invest in the debentures of a company, we should \*
  - a) Study the credit rating
  - b) Watch CNBC
  - c) Study technical analysis



  
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11. PSU stands for \*
- a) Public Sector Undertakings
  - b) Public Sector Underwriting
  - c) Public Sector Undergoing
12. To invest into stocks listed on the secondary market the investor should open \*
- a) Stock Broking Account
  - b) Commodity Account
  - c) Trading Account and Demat Account
13. In a balance sheet, assets = liabilities + \_\_\_\_\_ \*
- a) Capital
  - b) Goods
  - c) Inventory
14. The main purpose of Derivatives is to \*
- a) Enable participants to hedge
  - b) Improve transparency
  - c) Provide liquidity
15. REITs full form \*
- a) Real Estate Investment Trust
  - b) Real Esteem Investment Trust
  - c) Real Economy Investment Trust
16. The operating profit margins of a company can be found from the \_\_\_\_\_ account \*
- a) P&L
  - b) Balance sheet
  - c) Ledger
17. Bonus is \_\_\_\_\_ from a corporate \*
- a) Cash benefit
  - b) Stock benefit
18. In the early 1990's the Indian stock market scam was orchestrated by \*
- a) Deven mehta
  - b) Harshad mehta
  - c) Dr. C. Rangarajan
19. NSE Clearing Ltd is a \*
- a) Depository
  - b) Bank
  - c) Clearing Corporation
20. The Office of Emirates Airlines in Chennai is an \_\_\_\_\_ \*
- a) Branch
  - b) Pvt Company
  - c) Joint Venture
21. KYC Full Form \*
- a) Know Your Company
  - b) Know Your Customer
  - c) Know Your Custodian



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22. \_\_\_\_\_ is the market that ensures availability of adequate capital at reasonable rates to finance expansion and diversification of companies \*
- a) Debt market
  - b) Secondary market
  - c) Primary market
  - d) All of the above
23. Post Office deposits are examples of non - marketable financial assets \*
- a) True
  - b) False
24. ASBA stands for \*
- a) Application Supported by Blocked Amount
  - b) Application Supported by Booked Amount
  - c) Appliances Supported by Blocked Amount
25. NOW Full Form \*
- a) NEAT on Web
  - b) Neat on Website
  - c) NEAT on WebBoard
26. ETF stands for \*
- a) Extra Terrestrial Force
  - b) Exchange of Trading Funds
  - c) Exchange Traded Funds
27. Clearing Banks acts as an intermediary between a clearing member and clearing corporation. \*
- a) True
  - b) False
28. An Underwriter is \*
- a) An institution which undertakes to run loss making companies
  - b) An institution which agrees to take up the unsubscribed portion of securities in a public issue
  - c) An institution which has been set up by SEBI to ensure the success of IPOs
29. In India, the NSE and the BSE settle all the Futures Contracts on..... of the month \*
- a) The First Thursday
  - b) The Third Thursday
  - c) The Last Thursday
30. Money lenders are a financial intermediary belonging to \*
- a) Organised system
  - b) Unorganised system
  - c) Lending system
31. The IPO prospectus is prepared by a \_\_\_\_\_ on behalf of the company \*
- a) Banker
  - b) Lead manager/merchant banker
  - c) Broker




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32. The NIFTY50 consists of \*  
a) 30 stocks      b) 50 stocks      c) 100 stocks
33. Arbitrageurs use the financial markets to \*  
a) Speculate  
b) Hedge  
c) Take advantage of price differences in different markets
34. If you feel that the shares Sun Pharma will go up, but you do not have enough cash immediately, then you should \*  
a) Wait till you take a loan  
b) Buy a Sun Pharma futures  
c) Wait till the prices come down
35. In the Cash Market, Settlement will take place on T + \_\_\_\_\_ \*  
a) 2  
b) 3  
c) 4
36. OTC stands for \*  
a) Over Traded Capital  
b) Over The Counter  
c) Own Traded Capital
37. Rights Issues are Issue of Shares to \*  
a) A foreign company  
b) Existing shareholders  
c) Public
38. The New Issue Market is also called \*  
a) The Secondary Market  
b) The Primary Market  
c) The Capital Market
39. The secondary market provides \*  
a) Price discovery  
b) Marketability of shares  
c) Both a & b
40. Who settles the trades executed at NSE \*  
a) NSDL  
b) NSE  
c) SEBI  
d) NSE Clearing Ltd
41. Who is the present RBI Governor? \*  
a) Raghuram Rajan  
b) Shakti Kanta Das  
c) D. Subbarao  
d) Urjit patel



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42. Money Lenders are a financial intermediary belonging to \*
- a) Organised system
  - b) Unorganised system
  - c) Lending system
43. Expansion of SIP..... \*
- a) Systematic Investment Program
  - b) Systematic Investment Plan
  - c) Systematic Investment Participant
  - d) None of the above
44. SEBI has introduced a facility called (ASBA) in the primary market \*
- a) True
  - b) False
45. To invest into stocks listed on the secondary market the investor should open \*
- a) Stock broking account
  - b) Commodity account
  - c) Stock broking and DP account
46. AUM stands for: ..... \*
- a) Assets under making
  - b) Assets under Management
  - c) Assets under mutual fund
47. Mutual funds are regulated in India by which among the following? \*
- a) RBI
  - b) SEBI
  - c) Stock Exchanges
  - d) RBI & SEBI both
48. PAN stands for \*
- a) Permanent Account Number
  - b) Private Account Number
  - c) Personal Account Number
49. The two Depositories in India are ..... and ..... \*
- a) National Securities Depository Limited (NSDL)
  - b) Central Depository Service (India) Limited (CDSL).
  - c) National Securities Depository Corporation Limited, NSDCL
  - d) Both A & B
50. The full form of NSDL is: \*
- a) National stock depository Ltd
  - b) National securities depository Ltd
  - c) Neutral securities development Ltd
  - d) None of the Above



  
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