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| **PT1/FMQP/1223/A 08-MAY-2023** | | | | | | | | | | | | |
| **PERIODIC TEST – I (2023-24)** | | | | | | | | | | | | |
| **Subject: FMM**  **Grade: XII** | | | | **Max Marks:35**  **Time allotted: 1 Hr 15 Mins** | | | | | | | | |
| Name: | | | | | | Section: | | Roll No: | | | | |
| **General Instructions:**   * Attempt all parts of a question together. * Working notes should accompany solutions. | | | | | | | | | | | | |
| 1.. | i) Name the informal market where the trades are negotiated. | | | | | | | | 1X4=4 | | |
|  | **a.** | | Primary Market | | **b.** | | Exchange Traded Market | | | |  |
|  | **c.** | | Over- the -Market | | **d.** | | Over- the -Counter Market | | | |  |
| . | ii) Which Market segment was initially introduced in National Stock Exchange? | | | | | | | | | | 1 |
|  | **a.** | | Retail Debt Market | | **b.** | | Wholesale Debt Market | | | |  |
|  | **c.** | | Currency Derivatives Market | | **d.** | | Over-the –Counter Market | | | |  |
|  | iii)Which entity cannot apply for the membership in National Stock Exchange? | | | | | | | | | |  |
|  | **a.** | | Social Welfare societies | | **b.** | | Individuals | | | |  |
|  | **c.** | | Partnership Firms | | **d.** | | Body Corporate | | | |  |
|  | iv) Which of the following the trading member is not deemed guilty of misconduct? | | | | | | | | | | |
|  | **a.** | | Improper conduct. | | **b.** | | Failure to submit to or abide by arbitration. | | | |  |
|  | **c.** | | Failure to carry out transactions with constituents. | | **d.** | | Failure to submit audited accounts | | | |  |
| 2 | | 1. Is there any lock in period of deposits of the trading member applicable in case of surrender of trading membership? 2. Which of the following is not true about the foreign entities who allowed taking trading membership in National Stock Exchange?   a. The promoting foreign entity or its subsidiary should be either a bank or insurance organization regulated by the Central Bank or such other appropriate regulatory authority of that country.  b. The relevant authority of such country should be a member of International Organization of Securities Commission (IOSCO).  c. The promoting foreign entity is one whose domestic arm or subsidiary is registered with SEBI for participation in any domestic venture for custodial or Asset Management services.  d. The net worth of the entity having controlling stake in the applicant company or the promoting foreign entity varies country to country.  iii) Which Preliminary document require from where the Trading Member able to seek information such as investor’s risk profile and financial profile?  iv) What is Market capitalization? | | | | | | | | 4x1 =4 | | |
| 3 | | Define Index. | | | | | | | | 2 | | |
| 4 | | Explain the term Brokerage. | | | | | | | | 2 | | |
| 5 | | What is UCC? | | | | | | | | 2 | | |
| 6 | | Who are Authorized persons? | | | | | | | | 2 | | |
| 7 | | Briefly explain the conditions that should be fulfilled by an applicant to be granted registration as a stockbroker by SEBI. | | | | | | | | 3 | | |
| 8 | | Briefly explain the different types of Securities Market Participants. | | | | | | | | 3 | | |
| 9 | | Write a note on Contract Note. | | | | | | | | 3 | | |
| 10 | | ‘The relevant authority may require a trading member to suspend its business in part or in whole under certain conditions’. Explain those conditions. | | | | | | | | 3 | | |
| 11 | | Explain the admission procedure of Trading membership. | | | | | | | | 3 | | |
| 12 | | Explain Surrender of Trading Membership. | | | | | | | | 4 | | |

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