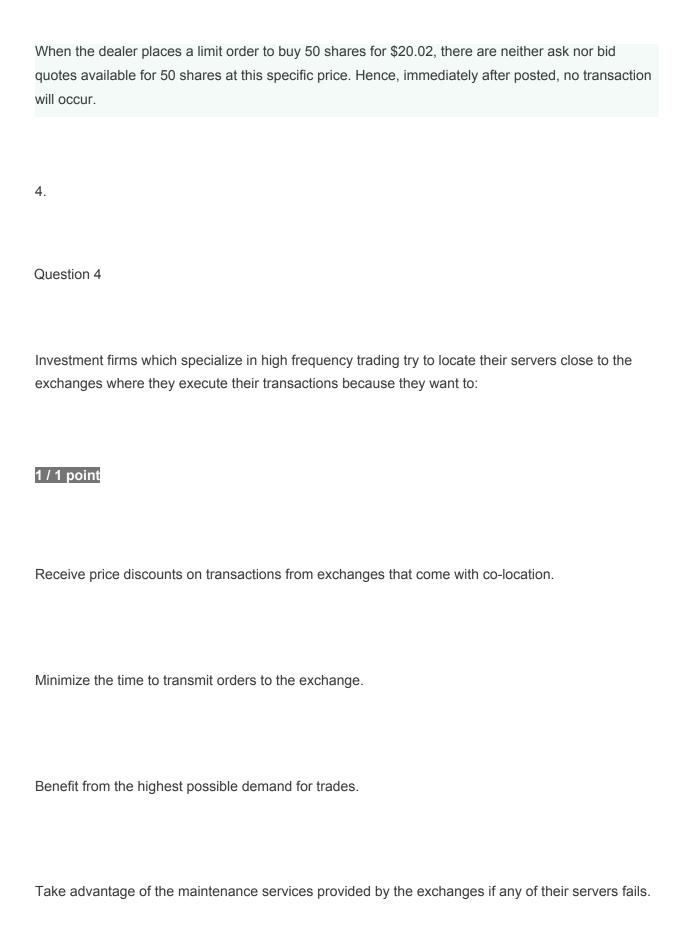
Lesson #15 Quiz Graded Quiz • 30 min **Due** Dec 14, 4:59 PM +09 Congratulations! You passed! TO PASS 80% or higher Keep Learning GRADE 100% Lesson #15 Quiz LATEST SUBMISSION GRADE 100% 1. Question 1 The difference between dealers and brokers is: 1 / 1 point Dealers do not serve as a principal in transactions and brokers do. Brokers do not serve as a principal in transactions and dealers do. Brokers are market makers and dealers are not. Dealers make, on average, more profits than brokers. Correct 2.

Question 2

Stock exchanges did not flourish until the 19th century in the U.S. because:
1 / 1 point
There was no demand for such a stock exchange.
Basic information technology was not yet available.
The number of potentially listed companies was too small.
The cost of creating such an exchange was perceived to be too high.
Correct
3.
Question 3

displayed ask is \$20.05 for 100 shares and the displayed bid is \$20 for 150 shares. What happens if another dealer places a limit order to buy 50 shares for \$20.02?
1 / 1 point
There will be a transaction of 50 shares at \$20.05.
No transaction will occur.
There will be a transaction of 50 shares at \$20.
There will be a transaction of 100 shares at \$20.05.
Correct

Consider a hypothetical NASDAQ level II screen for the shares of a corporation. Suppose the



Correct
5.
Question 5
A payment for order flow is:
1 / 1 point
Equal to the bid-ask spread.
A transaction cost which is only associated with limit orders.
The compensation and benefit a brokerage receives by directing orders to different parties to be
executed.
A transaction and thirds to a large extent of the standard extends extend extend extends extend extend extends extend extends extend extends extend extends extend extend extend extend extends extend extends extend extends extend
A transaction cost which is only associated with stop-loss orders.