SEBI- GRADE A
STOCK MARKET INTERMEDIARIES 
PART-2 
PRACTICE QUESTIONS
Q.1) __________ is an arrangement whereby certain parties assure the issuing company to take up shares, debentures or other securities to a specified extent in case the public subscription does not amount to the expected levels.

[a] Underwriting  
[b] Broking  
[c] Escrow Agreement  
[d] Demutualisation
Q.2) -------------------means any person who as per the contract or arrangement with the client, advises or directs or undertakes on behalf of the client the management or administration of a portfolio of securities or the funds of the clients.

[a] Merchant banker
[b] Portfolio manager
[c] Registrar
[d] Custodian
Q.3) Which of the following statements are incorrect with regard to the Foreign Institutional Investor-

1) Foreign Institutional Investor means an institution established or incorporated in India which proposes to make investment in India in securities.

2) No person can buy, sell or otherwise deal in securities as a Foreign Institutional Investor unless he holds a certificate granted by RBI under these regulations.

3) SEBI may require the applicant to furnish such further information or clarification as SEBI considers necessary regarding matters relevant to the activities of the applicant for grant of certificate.

4) The applicant or his authorized representative, if so required by SEBI, appear before SEBI for personal representation in connection with the grant of a certificate.

Codes:
[a] 1 & 2 only  
[b] 2 & 3 only  
[c] 1, 2 & 3 only  
[d] 3 & 4 only
Q.4) "------------- means any person, who for consideration, is engaged in the business of providing investment advice to clients or other persons or group of persons.

[a] Portfolio Manager
[b] Merchant Banker
[c] Underwriter
[d] Investment Advisor