



# **SEBI- GRADE A**

## **STOCK MARKET- PART-1 PRACTICE QUESTIONS**



**Q 1) The NASDAQ, S&P 500, and Dow Jones Industrial Average are examples of which of the below-**

**[a] Exchange Traded funds**

**[b] Stock Indexes**

**[c] Commodities trading**

**[d] Derivates trading**

**Q.2) A special trading session conducted for an hour on the auspicious occasion of Diwali is known as -**

- [a] Occasional trading**
- [b] Festival trading**
- [c] Muhurat Trading**
- [d] Samvat trading**

**Q.3) Many investors prefer to invest in a portfolio of securities that closely resembles an index it is referred to as-**

**[a]Active Investment**

**[b]Passive Investment**

**[c]Hybrid Investment**

**[d]Index Investment**

**Q.4) The method in which instead of using the total shares listed by a company to calculate market capitalization, only the amount of shares publicly available for trading are used is known as-**

**[a]Market Capitalisation**

**[b]Free float capitalisation**

**[c]Market Weightage capitalisation**

**[d]Price weightage capitalisation**

**Q.5) The method in which an index value is calculated on the basis of the company's stock price and not market capitalization is known as-**

**[a]Market Capitalisation**

**[b]Free float capitalisation**

**[c]Market Weightage capitalisation**

**[d]Price weightage capitalisation**

**Q.6) Many traders trade on the stock market using borrowed funds or securities. Which of the below describes the above mentioned situation-**

**[a]Margin trading**

**[b]Loan trading**

**[c]Funded trading**

**[d]Borrowed trading**