Q 1.) Which of the below statements are incorrect with respect the Stock brokers-

1. The transaction entered cannot be cancelled or made invalid except in the case of fraud, misrepresentation or in case of a material mistake.
2. The stock broker may on behalf of his client buy or sell securities from his own account.
3. While buying or selling securities as a principal for the clients the stock broker has to obtain the consent from SEBI.
4. The stock brokers have to be registered with Companies act 2013 in order to function as brokers.

Codes:

a) All are incorrect
b) 2, 3 & 4 are incorrect
c) Only 2 is incorrect
d) 3 & 4 are incorrect.
Q.2) The application by a Sub-broker for obtaining certificate shall be made in which form-

a) Form A  
b) Form B  
c) Form C  
d) Form D
Q.3) Which of the following statements are not correct with respect to Stock brokers for grant of certificate-

1. He has the necessary infrastructure like adequate office space, equipment and manpower to effectively discharge his activities.
2. Whether he has any past experience in the business of buying, selling or dealing in securities.
3. Whether he was subjected to disciplinary proceedings under the rules, regulations and bye-laws of a stock exchange with respect to his business of a stock broker.
4. Whether he has a net worth of Rs500 crore or more.

Codes:

a) All are correct
b) Only 4 is incorrect
c) 2 & 3 are incorrect
d) 1, 2, 3 are incorrect.
Q.4) An applicant may, being aggrieved by the decision of the Board regarding grant of certificate may apply within a period of how many days from the date of receipt of such intimation to the Board for reconsideration of its decision-

a) 60 days
b) 30 days
c) 90 days
d) 10 days
Q.5) Which of the following is not a secondary market intermediary with respect to the securities market services-

a) Credit Rating agencies
b) Portfolio Managers
c) Chartered Accountants
d) Stock Brokers