

Equity Research BFM Sem V

_____ is a process of Systematic Enquiry

_____ is essential to maintaining the integrity of research, making informed business decisions and ensuring quality assurance.

_____ Research focuses on numbers.

A _____ approach is followed in research

_____ acts as a firm foundation for the entire research

Fundamental analysis finds _____ value of Stocks

_____ stocks provide consistent and Higher dividend

_____ research focuses on throwing more light on current issues through a process of data collection.

In _____ research, researcher has to use facts or information already available, and analyze these to make a critical evaluation of the material.

_____ research is a structured way of collecting data and analyzing it to draw conclusions.

Promotional equity research reports are _____

_____ is essential to maintaining the integrity of research, making informed business decisions and ensuring quality assurance

Fee based equity research reports are funded by _____

Fundamental Research is known as _____

_____ research is structured way of collecting data and analysing it to draw conclusions

_____ is concerned with how supply & demand interact in individual markets for goods & services.

_____ stocks are stocks of well-established companies with stable earnings.

_____ is a Financial statement which contains the information about the company's assets & liabilities

_____ is calculated by dividing share price by earning per share of the company

_____ is the study of the influence of psychology on the behaviour of financial practitioners and the subsequent effect on markets.

_____ is concerned about how over all economy works

The _____ draft provides an elaborate account of the government revenues and expenditure

EPS = _____ / Outstanding shares

_____ is a measure of National Income

The _____ examines the companies' economic and financial reports, including all qualitative and quantitative information, in order to determine its value.

_____ is the forecasting of future financial price movements based on an examination of past price movements.

_____ are also used when open, high and low data points are not available

In a _____ chart, the open, high, low and close are all required

_____ is measured both in terms of wholesale prices through the wholesale price index (WPI) and in terms of retail prices through the consumer price index (CPI).

_____ refers to an evaluation of the relative strengths and weaknesses of particular industries.

The have _____ special features of high rate of earnings and growth in expansion, independent of the business cycle.

_____ stage starts with the appearance of surviving firms from the pioneering stage.

_____ proposed a model consisting of five competitive forces that determine the intensity of industry competition and profitability.

Every business requires some form of _____

_____ refers to how a company makes money

_____ relates to the process of the system design.

_____ describes the direct and indirect competitors who are in similar business in the same market space

The _____ is the mechanism through which the company generates its profits

The _____ is a document presenting the company's strategy and financial performance for the years to come.

The business goal of _____ is to create physical products and sell them directly to customers

The business goal of _____ is to create an intangible good and sell it to others

A _____ sells a service provided primarily by people to a customer.

The _____ business model is common for companies that offer personal or business services via the Internet.

_____ analysis is done as part of the overall corporate planning process,

A _____ matrix is usually depicted as a square divided into four quadrants

_____ are areas capable of improvements

_____ can be external or Internal and are anything which can adversely affect the business

Management quality is a _____ concept

The organisations _____ is able to provide direction and strategies to ensure the organisations goals are achieved

The single most important decision in evaluating a business is _____

A _____ has a great deal of pricing power as they have no direct competition

Brands with high social status enjoy significant _____ power

Firms selling commodity products have no pricing power whatsoever and must accept _____ prices

There is a need to be able to adapt the right _____ for a business to be successful and popular.

_____ ratio indicated how much the company pays out as dividends each year relative to its share price.

The _____ measures how much of a company's earnings are paid out as a dividend

_____ measures how efficiently a firm can use the money from shareholders to generate profits and grow the company.

_____ shows how effectively assets are performing while taking into consideration long-term financing.

_____ analysis remains a key tool for uncovering undervalued stocks

_____ is/are an important indicator of company health

_____ EPS is better as it means the company is more profitable

_____ is also referred to as Operating profit

_____ refers to financial result for an accounting period.

_____ refers to distribution of profit among shareholders of the company

_____ are agreed upon by a company's board of directors.

_____ does not affect a company's equity or its market capitalization

_____ refers to the consolidation of companies or assets through various types of financial transactions.

_____ analysis is a mathematical and statistical method of studying behaviour and predicting outcomes that investors and management use in their decision-making process. Which of the following is an Advantage of secondary data

- a. Ease of Access
- b. Low cost to acquire
- c. Clarification of research Question
- d. Not specific to researcher's need

Rearrange the following component of the Process of Equity research in correct sequence

1. Economic analysis
2. Company analysis
3. Financial statement analysis
4. Industry analysis

Reliance fabrics limited is listed on a stock exchange for last 10 years it has an annual revenue of INR 10,000 crore and a profit of INR 1,200 crore. The market capitalisation of the company is INR 30,000 crore.

The stock of Reliance fabrics falls in which of the following category.

Which of the following are the necessary qualities for being a successful Equity Research analyst

- e. Knowledge of Excel
- f. Analytical skills
- g. Above average intelligence
- h. Critical thinking

Shahpur Industries has earned profit after tax of INR 10,00,000/- during the current financial year. They have 1,00,000 outstanding shares . Calculate the Earning per share of Shahpur Industries

Raymond Industries declared a dividend on INR 2 per share for the Financial year 2019-20. The current market price of the share is INR 40 per share. Calculate the dividend yield of Raymond Ltd

Which of the following is/are the key economic variables for carrying Fundamental Analysis

1. Growth Rates of National Income
2. Inflation
3. Interest Rate
4. Unemployment level
5. Economic & Political stability

Product M of AXE Industries enjoys a market share of 65% and is growing at a rate of 30% per annum. Which category does Product M belong to as per the BCG analysis

Vedant limited took over the Metal business of Tata ltd.
Above transaction of Vedant Limited is an example of

Which of the following is the Top trend in Digital age

- i. POS system in Retail Business
- j. The APP revolution
- k. Crypto currency
- l. Debit cards
- m. ATM cards

SUB : MARKETING OF FINANCIAL SERVICES

CLASS : TYBFM

SEM : V

- 1) _____refers to services provided by finance industry.
- 2) _____are not available later if they are not utilized at the time of availability
- 3) Providers of services make up the_____ sector of the economy
- 4) The service consumer is _____ from service delivery.
- 5) A _____ is a set of singular and perishable benefits which are commissioned according to the needs of his service consumers by the service customer from the accountable service provider.
- 6) _____is the characteristic by which is neither potential nor need for transport, storage or stocking of services.
- 7) When Insurer passes some part of or all risks to another Insurer it is called_____
- 8) _____is the trust which allows one party to provide money or resources to another party where that second party does not reimburse the first party immediately.
- 9) _____means finance raised from financial institutions other than commercial banks.
- 10) Customers don't obtain the _____ of the services
- 11) The service consumer is _____ from service delivery because he is involved in it from requesting it up to consuming the rendered benefits.
- 12) The communication which establishes through a direct channel without using any intermediaries is referred as _____

- 13) External marketing transforms customers into _____ customers
- 14) _____ positioning is based on a single feature of a service.
- 15) Advertisement is persuasive _____
- 16) Purchasing capacity, price preference and occupation are included in _____ segmentation.
- 17) When the same goods and services are offered to all without differentiation it is known as _____ marketing approach.
- 18) _____ involves a decision across five M's - Mission, Money, Message,

Media and Measurement.

- 19) _____ is the key tool in service designing.
- 20) _____ is the action or practice of selling among or between established clients, markets and traders.
- 21) The four main tools of promotion are advertising, sales promotion, public relation and _____
- 22) _____ of market segments depends on segment size, growth potential and segment overall attractiveness & profitability
- 23) _____ are groups of individuals united through the consumption of particular company's products
- 24) _____ is a key tool in service designing.
- 25) Service map is a _____ tool
- 26) _____ as well as the pricing of the competition, dictate the price of the product.
- 27) Transactional, functional, and logistical issues are involved in _____ decisions

- 28) _____ includes strategies, processes and performance management systems.
- 29) _____ is a tool for simultaneously depicting the service process, the points of customer contact, and the evidence of service from the customer's point of view.
- 30) _____ is a fast growth strategy, when resources are limited.
- 31) _____ is any initiative undertaken by an organisation to promote an increase in sales, usage or trial of a product or service.
- 32) _____ loses its impact if it's not made to be actionable.
- 33) Advertisements that intend to elicit an immediate sale are known as _____ advertising.
- 34) The _____ channel allows you to contact your customers without any intermediaries through visits, mail order or online.
- 35) Websites and mobile phones that support a sales promotion are called _____
- 37) _____ is a new trend in marketing.
- 38) Technology helps in understanding _____ profile of users.
- 39) _____ is a set of procedures for optimizing performance.
- 40) All types of _____ bring about negative experiences.
- 41) Service encounter is considered as _____ marketing.
- 42) _____ means the degree to which a specific product/service particular class of consumers.
- 43) _____ are transactional interactions in which one person provides a service to another person.
- 44) _____ is the recognition of a person's needs and purchase intentions in order to create value.
- 45) Service marketing triangle includes company, _____ and customers.
- 46) All types of _____ bring about negative experiences

- 47) Interaction fairness, procedure fairness and outcome fairness are the steps in _____
- 48) _____ is one of the new trends in marketing.
- 49) Social Networking websites and mobile phones are _____ for social media marketing
- 50) In services, customer's satisfaction or dissatisfaction takes place during the _____
- 51) _____ when customer comes in contact with a front-line employee of the firm.
- 52) Buy One Get One is example of _____
- 53) _____ selling is where business use people to sell the product or service after meeting face to face with the customer.
- 54) _____ define service.
- 55) Service organisation affects the quality of the interaction between the organisation staff and its _____
- 56) _____ is responsible for higher level of service
- 57) _____ value is delivered when cost , time and difficulty to operate or use is low.
- 58) Service encounters takes place between _____ and physical facilities or equipment's
- 59) _____ is high in operational inputs, & outputs of services.
- 60) _____ feedback relies on a effective process for logging , analysing and reporting on consumers contact.
- 61) Fire Insurance is _____ Insurance
- 62) _____ insurance is situation where risk is not transferred to insurance companies.
- 63) _____ is one of the feature of Services.
- 64) _____ card is card where pay from our own money.
- 65) _____ is the trust which allows one party to provide money or resources to another party.
- 66) NBFC stands for _____

- 67) _____ comes second in 7 P's of Marketing
- 68) _____ is one of the I's four I's of service marketing.
- 69) _____ is one of the three R's of Service Quality.
- 70) _____ describes the human characteristics of consumers.
- 71) _____ test create segment storyboards to test the attractiveness of each segment positioning strategy.
- 72) _____ is one of the stage of Product Life Cycle.
- 73) At _____ stage of the life cycle the product will be experiencing increased competition.
- 74) _____ is one type of JAYCUSTOMERS
- 75) E-SERVQUAL stands for _____
- 76) _____ is the action or practice of selling among or between established clients
- 77) _____ is one type of Customer Loyalty programmes
- 78) _____ is Stage four in personal selling in services.
- 79) _____ means the degree to which a specific product satisfies a particular class of consumers.
- 80) PDCA model stands for _____
- 81) _____ is internal marketing
- 82) _____ is external marketing
- 83) _____ is difference between service provider external communication and service delivery.
- 84) _____ is difference between customer expectation of service standard & quality and the service provider's understanding of these expectations.
- 85) _____ service refers to the services provided by the finance industry.



Sample Questions For Bachelor of Financial Market (BFM)

TYBFM Sem-V

Following questions are provided for the benefit of students. These are indicative only

Business Ethics & Corporate Finance

1. SEBI has set up a separate cell to address the grievances of investors –(SCORES) which stands for _____
2. According to the OECD Principles of corporate governance (2004), related parties can include _____
3. Shareholders have the right to participate in, and to be sufficiently informed on, decisions concerning fundamental corporate changes such as:-----
4. The OECD Principles of Corporate Governance include: -----
5. The Institutional Investors to assess the health of Company before investing resources in it, use the following tools: -----
6. _____ of the OECD Principles of corporate governance states that the corporate governance framework should ensure the equitable treatment of all shareholders, including minority and foreign shareholders.
7. In India, _____ enables the empowerment of shareholders rights.
8. In context of Corporate Governance forums, NFCG Stands for _____
9. In context of Corporate Governance forums, GCGF Stands for _____
10. In context of Corporate Governance forums, OECD Stands for _____
11. In context of Corporate Governance forums, "IOD, UK" Stands for _____
13. In context of Corporate Governance forums, ICGN Stands for _____
14. In context of Corporate Governance forums, ECGI Stands for _____
15. In context of Corporate Governance forums, ACGA Stands for _____.
16. In context of Corporate Governance forums, CSIA Stands for _____.

17. _____ is the leading knowledge and capacity building platform dedicated to corporate governance reform in emerging markets and developing countries.

18. The mission of _____ is to assist the top academics in the field of corporate governance in bringing their research to the attention of leading practitioners.

19. The _____ an international federation of professional bodies that promotes the best practices in corporate secretarial, corporate governance and compliance services.

20. _____ is an independent, non-profit membership organisation dedicated to working with investors, companies and regulators in the implementation of effective corporate governance practices throughout Asia

21. The _____ is a global, independent business membership and research association working in the public interest.

22. _____ promote high standards of professional practice among companies and investors alike in their pursuit of long term value creation.

23. In India at the national level, _____ would work with premier management institutes as well as nationally reputed professional organisations to design and administer Directors Training Programmes.

24. Characteristics of Business Ethics includes _____

25. An _____ in an organization ensures that compliance with law is fuelled by a desire to abide by the laws.

26. _____ have a responsibility in insuring that corporation at according to the rules and norms of the society.

27. Most companies begin the process of establishing organisational ethics programs by developing

28. The form of ethics that endeavours to help professionals decide what to do when they are confronted with the case or situation that raises an ethical question or moral problems is referred to as _____

29. The document prepared to guide organisation members when encountering ethical dilemmas is _____.

30. An _____ is a problem, situation, or opportunity requiring an individual, group or organization to choose among several actions that must be evaluated as right or wrong.

31. Which ethical principle specifies to do what is good

- a. Beneficence
- b. Least Harm
- c. Both (a) & (b)
- d. None of the Above

32. Which type of ethical issue does a green company resolve

- a. Environmental
- b. Financial
- c. Social
- d. Political

33. Which of the following is not an ethical issue

- a. Organisation System related
- b. Corporate Issues
- c. Individual Issues
- d. Communication Issues

34. _____ is the code of conduct that an individual or a group has about right and wrong.

35. _____ is the philosophical study of moral values and rules

36. The document prepared to guide organisation members when encountering ethical dilemmas is _____

37. Which ethical principle specifies to do what is good _____

38. Which type of ethical issue does a green company resolve?

39. _____ is the code of conduct that an individual or a group has about right and wrong.

40. _____ is an important tool to help to create a level playing field for business and reduce the costs associated with procurement.

41. To be a fruitful business, _____ programme ought to teach about formal ethics systems.

42. Which of the following is not considered as a key player in Corporate Governance?

43. The word 'Governance' comes from _____ root 'Gubernare' to steer.

44. Which of the following is not the underlying principle of the corporate governance combined code of practice _____?

45. "We wish to be good citizens of every community in which we operate." This is _____.

46. _____ have a responsibility in insuring that corporations act according to the rules and norms of the society.

47. Most companies begin the process of establishing organisational ethics programs by developing _____.

48. The form of ethics that endeavours to help professionals decide what to do when they are confronted with the case or situation that raises an ethical question or moral problem is referred to as _____.

49. _____ is the philosophical study of moral values and rules.

50. Codes of ethics are statements of values and principles that determine the _____ of the company.

51. The Global Compact office is supported by _____ UN Agencies.

(1) Ten

(2) Eight

(3) Six

(4) Four

52. The primary stakeholders are:

53. The goal of corporate governance and business ethics education is to:

54. The corporate governance structure of a company reflects the individual companies':

55. The internal audit function is least effective when the department:

56. Under the _____, both internal and external corporate governance mechanisms are intended to induce managerial actions that maximize profit and shareholder value.

57. One of the objectives of the Sarbanes-Oxley Act was to:

58. An organization's appropriate tone at the top promoting ethical conduct is an example of

59. An independent director is one who -----

60. The chairperson of the board of directors and CEO should be leaders with:

61. A board that is elected in a classified system is known as a:

62. _____ enables employees understand 'how business ethics relates to all operational issues in the organisation.

63. The Pivotal role in any system of Corporate governance is performed by _____

64. The Framework for establishing for good corporate Governance and accountability was originally set up by the

65. German Model is also known as _____

66. Primary responsibility for preventing fraud in an organisation is on _____

69. Clause _____ in the listing agreement deals with corporate governance.

70. As per SEBI guidelines the audit committee shall meet _____

71. _____ Constituted a meeting on January 2000 based on recommendations of Kumar Mangalam Birla Committee on Corporate Governance.

72. Essential assessment of how well a company has discharged its Social Obligations _____

73. Who is gatekeeper of good corporate governance?

74. The corporate governance structure of a company reflects the individual companies':

75. Cadbury Committee was set up in the year _____.

76. Transparency International has developed _____ Pact.

77. UN Global Compact Office is supported by _____ UN Agencies

78. NFCG was set up in the year _____

79. According to Companies Act 2013, Companies must have at least _____ women Director.

80. 'Clause 49' refers to clause number 49 of _____ Agreement

80. _____ transaction takes place between two parties who hold pre-existing connection prior to transaction.

81. Black marketing, hoarding etc are examples of ethical issues in _____

82. Government, society, customers etc are collectively known as _____ of the business

83. _____ training enables employees to practise organisation's values

84. The _____ committee identifies persons who are qualified to become directors and who may be appointed in senior management

85. _____ trading refers to disclosing unpublished price sensitive information to an outsider

86. Why are stakeholders important to a company?

87) Which of the following parties can be considered a stakeholder in a business organization?

Q.90 Components of corporate culture includes _____ & _____,

Samples Questions

For

Bachelor of Commerce (Financial Markets - Regular - Rev 16

No branch – T.Y.BCom(F.M)- Sem V

Following questions are provided for the benefit of students. These are indicative only.

Financial Derivative

- 1 The value of derivatives depends on the movement in the prices of their _____.
- 2 Derivatives are instruments related to settlement of obligations at a _____.
- 3 Futures and Options contract are usually transacted on _____.
- 4 _____ gives definition of derivatives in India.
- 5 Forward contracts are traded only in _____ market and not in stock exchanges.
- 6 A drawback of forward contracts is that they are subject to _____ risk.
- 7 The primary purpose of derivative product is to _____.
- 8 The portfolio of investments held by financial institutions are exposed to the risk of erosion in the value of portfolio due to fluctuation in the prices of the _____.
- 9 Futures and Options contract are settled through _____.
- 10 In Derivatives, OTC stands for _____.
- 11 _____ is the cost of holding the underlying asset over a period of time.
- 12 The seller of a Futures contract is said to be _____ on futures.
- 13 When Future price is overpriced i.e. more than the theoretical futures price then the arbitrage can follow _____ Arbitrage.
- 14 _____ are those who enter into a derivative contract with the objective of covering risk arising out of price fluctuation.
- 15 The process of simultaneous buying of securities or derivatives in one market/segment at lower price and sale thereof in another market /segment at higher prices is known as _____.

- 16 The price of an underlying asset that is quoted for the immediate delivery of the underlying asset is known as _____.
- 17 The buyer of a Future contract is said to be _____ on Futures.
- 18 When Future price is underpriced i.e. less than the theoretical futures price then the arbitrage can follow _____ Arbitrage.
- 19 When a forward contract expires, there are two alternate arrangements possible to settle the obligation of the parties: physical settlement and _____ settlement.
- 20 A _____ is one who bets on the derivatives market based on his views on the potential movement of the underlying stock price.
- 21 Stock index future are future contracts on _____.
- 22 The _____ was the first to introduce stock index futures on 24th February 1982 based on Value Line Composite Index
- 23 Investing in stock Index Future is an active portfolio strategy: _____
- 24 Price weighted index is calculated as an arithmetic average of the current prices of _____.
- 25 Spot price is a price at which the underlying asset is trading in the _____.
- 26 In inverted Market, Futures price are _____.
- 27 All non-income earning financial assets are always in _____.
- 28 When there is positive correlation between spot price and interest rates then future prices are _____.
- 29 The difference between the spot price of an underlying and the futures price of that underlying is referred to as _____.
- 30 Interest rate derivatives were launched on NSE on _____.
- 31 On _____ currency derivatives trading commenced on NSE.
- 32 Trading of BSE Sensex Futures commenced on BSE on _____.
- 33 SEBI granted the final approval for trading in derivatives to NSE and BSE on _____.
- 34 On Nov 18, 1996 _____ committee was constituted to develop appropriate regulatory framework for derivatives trading in India.

- 35 Modern futures markets developed in the 1850's with the opening of the _____.
- 36 To trade stock options in standardized form CBOT promoted the Chicago Board Options Exchange (CBOE) in _____.
- 37 Which of the following is the largest Derivatives Exchange of the world?
- 38 Reference to derivatives markets in India appear in _____.
- 39 Trading in forward contracts on stock in India was banned in _____.
- 40 It is widely believed that the futures trade first started about approximately 6000 years ago in _____ with rice as commodity.
- 41 The emergence of the market for derivative products, most notably forwards, futures and options, can be traced back to _____.
- 42 Trading in derivatives provide following two important functions _____.
- 43 A _____ is an agreement wherein two parties agree to exchange two different streams of cash flows over a definite period of time on pre-determined terms.
- 44 Price Discovery is mechanism by which a _____ is determined by the large number of participants in the derivative markets.
- 45 Market place where in party-to-party negotiated contracts are entered is known as _____.
- 46 Hedging is a tool for _____ risk
- 47 A person holding underlying asset is said to be _____ in spot market
- 48 _____ provides perfect hedge
- 49 Basis is the difference between the _____
- 50 Optimal Hedge ratio is _____ by definition
- 51 _____ of an option illustrates the relationship between the spot price and the exercise price of the option.
52. An option when exercised results in positive cash flow to the holder of the option then the moneyness of the option is said to be _____
53. An option when exercised results in nil cash flow to the holder of the option then the moneyness of the option is said to be _____

54. An option when exercised results in negative cash flow (Cash Outflow) to the holder of the option then the moneyness of the option is said to be _____
55. _____ options instead of having a single exercise date has set of predetermined discrete exercise dates and the option can be exercised on those dates only.
56. _____ options can be exercised on any day between option purchase date and the expiration date.
57. _____ options can be exercised on the expiration date only.
58. An option is an agreement between two parties, which gives the buyer of the option _____, to buy or sell pre-decided quantity and quality of an underlying asset.
59. On the due date, the buyer of the option _____.
60. _____ is a contract in which option buyer has right to sell the underlying asset at the exercise price
61. The pre-decided price at which option buyer is eligible to buy or sell the underlying asset is known as _____
62. In case of call option when ruling spot price exceeds exercise price then option is _____.
63. The amount by an option is In-the-Money is called its _____.
64. When an option writer writes a call option which is covered by a position in underlying asset it is referred to as _____
65. The lower the exercise price, more valuable is _____
66. The more the interest rate, lower is the _____.
67. In vertical spread an investor simultaneously buys and sells an option with same expiration date but _____.
68. In Horizontal spread an investor simultaneously buys and writes an option of same type i.e. either calls or puts with same exercise price but _____.
69. In diagonal spread an investor simultaneously buys and writes an option of _____.
70. Risk of Bull Call Spread is _____.
- | | |
|-------------------|--------------|
| a. Unlimited | b. Limited |
| c. No Risk at all | d. Undefined |
71. Reward of Bull Put Spread is _____.

- 72 Break even point of Bear Call Spread is _____.
- 73 Bear put strategy is adopted when market outlook is _____
- 74 Binomial Model is better than BSM because _____
- 75 Which of the following is not an input variable of option price _____
- 76 Option Pricing Model wherein spot prices moves up or down more than twice is referred to as _____
- 77 Which of the following is not true with respect to interest rate in case of BSM _____
- 78 Geometric Brownian Motion signifies stock prices to be _____.
- 79 The Quadratic Approximation method calculates the _____.
- 80 Historical volatility is taken to be the standard deviation of lognormal returns of stock's realized return, calculated based on the _____.
- 81 Other factors (variables) remaining constant, delta measures the extent of change in option price in response to change in _____
- 82 Other factors (variables) remaining constant, Gamma measures the extent of change in option's _____ in response to change in spot price.
- 83 Other factors remaining constant, theta measures the extent of change in option price in response to change in _____
- 84 Other factors remaining constant, Vega (Lambda) measures the extent of change in option price in response to change in _____
- 85 Other factors remaining constant, rho measures the extent of change in option price in response to change in _____
- 86 _____ consist of a set of data structures that allow members to develop his own software to connect and transact with the Exchange.
- 87 Exchange also allows members to expand their trading facility using _____
- 88 Exchanges in India provides a trading frontend _____ for trading to members of the exchange.
- 89 In context of trading in exchanges, API Stands for _____
- 90 In context of trading in exchanges, TWS Stands for _____
- 91 In context of trading in exchanges, CTCL Stands for _____

- 92 _____ is the process of determination of obligations, after which the obligations are discharged by settlement.
- 93 The positions in the futures contracts for each member are _____ to the daily settlement price of the futures contract at the end of each trade day.
- 94 On the expiry of the futures contracts, clearing house marks all positions of a clearing member to the _____ and the resulting profit/loss is settled in cash
- 95 In context of Clearing houses of exchanges, SPAN Stands for _____
- 96 Clearing House of exchanges in India uses the _____ system for the purpose of margining, which is a portfolio based systems.
- 97 The best buy order is matched with _____
- 98 An order which reverses previous order when the market price of the relevant instrument crosses the threshold limit specified is called _____
- 99 Order in which no price is specified and the order is executed at prevailing market rate is called as _____
- 100 An order in which a price at which order is to be executed is specified is called _____
- 101 Mr Damani sells a Call Option on Stock ABC Ltd by paying option premium of Rs 4 having exercise price of Rs. 60. Calculate Net Profit/Loss when Spot Price is Rs 70
- 102 Mr Tima buys a Put Option on Stock ABC Ltd by paying option premium of Rs 3 having exercise price of Rs. 50. Calculate Net Profit/Loss when Spot Price is Rs 40
- 103 Suppose Mr Y sell Futures Contract on shares of Wipro Ltd at a strike price of Rs 750/- per share. Suppose the spot price is Rs. 1050. What is the profit/loss to Mr. Y
- 104 Suppose Mr X buys Futures Contract on shares of Infosys Ltd at a strike price of Rs 800/- per share. Suppose the spot price is Rs. 1000. What is the profit/loss to Mr. X
- 105 Suppose Mr Amit buys Futures Contract on shares of Reliance Ltd at a strike price of Rs 800/- per share. Suppose the spot price is Rs. 750. What is the profit/loss to Mr. Amit
- 106 Suppose Mr Jijo sell Futures Contract on shares of L&T Ltd at a strike price of Rs 650/- per share. Suppose the spot price is Rs 550/- What is the profit/loss to Mr. Jijo

107 Mr Amit buys a Call Option on Stock ABC Ltd by paying option premium of Rs 3 having exercise price of Rs. 50. Calculate Net Profit/Loss when Spot Price is Rs 57

Sample Questions

For

Bachelor Of Commerce(Financial Markets)-Regular-Rev16

No Branch-T.Y.BCom (F.M.)-Sem V

Following questions are provided for the benefits of students. These are indicative only.

Direct Tax

1	The Income tax act, 1961 came into force w.e.f. _____
2	Circulars and Notifications are binding on the _____
3	Assessment year can be a period of _____
4	Municipality of Delhi falls under _____ category of person
5	Section _____ of the Income-tax Act, 1961 defines the term 'person'
6	Income Tax is levied on the _____ of a person.
7	Income-tax in India is charged at the rates prescribed by _____
8	Define "Income" as per income tax act.
9	Income is divided in _____ heads of Income.
10	State different heads of Income under Income Tax Act 1961.
11	State whether profits and gains of any banking business carried on by a co-operative are taxable or not?
12	Gifts of personal nature subject to a maximum of Rs. 50,000 received in cash is taxable income or not?
13	The tax exemption limit for a resident senior citizen is _____
14	Short term capital gains arising on transfer of listed equity shares through recognized stock exchange are chargeable to Tax @ _____
15	Which is the charging section of Income from house property?
16	Income from vacant plot is taxable under the head _____
17	The sum for which the property might reasonably be expected to let year to year

	is known as _____
18	Under which cases the annual value of the house is taken to be NIL.
19	DS is the owner of a house property covered under the Rent Control Act. Municipal value Rs. 30,000, actual rent Rs. 25,000, fair rent Rs.` 36,000 and standard rent is Rs. 28,000. The gross annual value of the house property will be —
20	Calculate the Gross Annual Value from the following details: Municipal Value 45,000 Fair rental value 50,000 Standard Rent 48,000 Actual Rent 42,000
21	DS owns a house property in Delhi which he wants to give on rent. He seeks your help to determine the reasonable expected rent when monthly municipal value is Rs.` 20,000, fair rent Rs.` 25,000 and standard rent Rs.` 22,000. The reasonable expected rent will be computed with reference to following amount per month —
22	Which deductions are to be made from income house property?
23	State whether Interest on unpaid interest is allowed for deduction from income from house property or not
24	The maximum limit of deduction under section 24(b) for interest on borrowed capital before 1-4-1999 for construction of house property used for self-occupation is:
25	When a house property is let-out throughout the year for a monthly rent of Rs.`22,000 and municipal tax paid for current year is Rs. 24,000 and for the earlier year paid now is Rs.`16,000, the income from house property would be —
26	The net annual value of house let-out is Rs.` 1,00,000 and actual amount spent by the assessee on repairs and insurance premium is Rs.` 20,000, the amount of deduction allowed under section 24(a) shall be _____
27	In case of self-occupied property, statutory deduction under section 24(a) shall be _____

28	How to calculate Deduction under section 24(a)?
29	Rent received by original tenant from sub-tenant is taxable under the head _____.
30	Residential status is to be determined for _____
31	Income which accrue or arise outside India but are received directly into India is taxable in case of _____
32	X, a person of Indian origin visited India on 11-11-2019 and plans to stay here for 330 days. During four years prior to Previous Year 19-20, he was in India for 759 days. Earlier to that he was never in India for Assessment Year 20-21, X shall be _____
33	Uncommuted pension received by a Government employee is _____
34	Leave encashment received while in service is _____
35	Salary received by the partner from the firm in which he is a partner is taxable under the head _____
36	Awards received from any government authorities are exempted U/s _____
37	Income Tax Act extends to which part of India?
38	Shivaji University is assessable under the Income Tax Act as _____
39	Total income of a person is determined on the basis of his _____
40	Income which accrues or arise outside India and also received outside India is taxable in case of _____
41	_____ has the Highest tax liability as per Income Tax Act
42	Citizen of India, leaving India for Employment is resident if he _____
43	Compensation received on voluntary retirement is exempt under Sec. 10 (10 C) to the maximum extent of _____
44	Employer's contribution to recognized provident fund during the previous year in excess of _____ of basic salary is taxable.

45	Profit in lieu of Salary is taxable under the head _____
46	Allowances received by MPs and MLAs are exempted U/s _____
47	Interest on recognized provident fund during the previous year in excess of _____ of is taxable.
48	The charging section of the income under the head capital gains is _____
49	Mention the assets which are not regarded as capital assets.
50	Personal effect assets are Capital asset or not?
51	A short term capital asset means a capital asset held by the assessee for not more than: _____
52	Ms. Rani inherited a vacant site land consequent to the demise of her father on 10 th June,2010. The land was acquired by her father on 10 th April, 1996 for Rs.40,000. The fair market value of the land on 1st st April, 2001 was Rs.60,000 and on the date of inheritance, i.e., 10 th June, 1990 was Rs.2,00,000. The cost of acquisition for Ms.Rani is _____
53	Compute the capital gains for AY 2019-20 if Mr. Raj, a property dealer, sells a Commercial plot of land on 1-3-2019 for Rs.50,00,000 which was acquired by him on 1-8-2016 for Rs.25,00,000 for selling of offices constructed therein. He had incurred land development charges of Rs.10,00,000 on 1-10-2016. He incurred Rs.1,00,000 for selling the plot of land.
54	Which taxes are allowed as deduction while computing the business income _____
55	Deduction for bad debt is allowed to assessee carrying on business in the year in which the debt is _____ as bad.
56	If an asset is put to use for less than 180 days in the previous year, the depreciation is charged at _____ rate.
57	A income by way of rent of agricultural land is _____.
58	Income chargeable under the head 'Profits and Gains from Business or Profession' is covered under _____.

59	State the conditions to charge depreciation while computing income from business.
60	Profits of ` 2,00,000 are earned from a business in USA which is controlled in India. Half of the profit is being received in India. How much amount is taxable in India of a non-resident individual?
61	If a money gift is received from _____, it is not taxable under any head.
62	All income which arises to the minor child shall be clubbed in the income of his/her _____.
63	In Income Tax Act, 1961, deduction under sections 80C to 80U cannot exceed _____
64	Deduction under Section 80C can be claimed for fixed deposit made in any scheduled bank, if the minimum period of deposit is _____.
65	Clubbing of income means _____.
66	Deduction in respect of medical insurance premium is allowed under _____.
67	Aggregate amount of deduction under 80C, 80CCC and 80CCD cannot exceed _____
68	State steps of computation Gross Total Income.
69	The house rent allowance (HRA) under the salary head of Income Tax Act is given by_____
70	Deductions in respect of contribution to political party will _____.
71	Amount of deduction in case of a person with severe disability under section 80U will be_____
72	Given the previous year 2019-20 the assessment year shall be _____
73	Cost of inflation index of the year 2018-19 is _____
74	If right shares are acquired by the taxpayer by exercising his right then cost of acquisition shall be _____

75	Depreciation is allowed in case of which type of assets?
76	Expenditure incurred on family planning amongst the employee is allowed to:_____
77	Manoj who was carrying on agency business, received a sum of ` 5,00,000 from his principle for termination of agency. Compensation so received shall be_____
78	Expenses exceeding _____paid in cash are disallowed.
79	Profit on sale of import license is taxed under the head_____.
80	Dividends declared by Unit Trust of India is_____
81	Gift received by an individual Rs.70,000 from his relative M shall be_____
82	Share of income received by a member of HUF is _____income.
83	An income which does not fall under the first four heads of income is taxable under the head_____
84	Deduction u/s 80-C for tuition fee shall be allowed for the purpose of_____
85	Free lunch given to employees at place of work is_____
86	Amount of Rs.2,00,000 received by way of gift from relatives is a capital receipt or not as per income tax act?
87	Long term capital Gains are chargeable to tax @ _____ _
88	The term' income' includes which types of incomes?
89	Life Insurance Corporation of India is a _____.
90	Define "Assessee" as per income tax act 1961
91	State Retirement benefits offered to an exiting employee.
92	Which of the following income is not chargeable as income of business or profession?

93	Under the Income Tax Act, 1961, depreciation on machinery is charged on _____.
94	The way of tax liability by taking full advantage provided by the Act is _____.
95	The income of previous year is chargeable to tax in the _____ year.
96	Mr. Amit (A retiring Govt. Employee) received Rs. 5000000 as gratuity. Calculate taxable amount U/s 10(10).
97	Municipal Taxes is allowed as deduction if it is paid by _____
98	In the hands of an employee reimbursement of medical expenses by the employer is _____