

## Indian Money Market

1. Who controls the capital market in India?

- (A) SEBI
- (B) RBI
- (C) IRDA
- (D) NABARD

2. Which of the following reasons is not responsible for the ups and downs in the Sensex?

- (A) Rain
- (B) Monetary policy
- (C) Political instability
- (D) None of the following

3. How many companies are included in the SENSEX – the index of BSE?

- (A) 30
- (B) 50
- (C) 111
- (D) 25

4. When was SEBI constituted?

- (A) April, 1988
- (B) March, 1982
- (C) July, 1992
- (D) Dec. 1974

5. Which of the following statement is NOT correct about the SEBI?

- (A) At present it is a non statutory body
- (B) At present it is a statutory body
- (C) It got statutory powers by an ordinance in 1992
- (D) SEBI is managed by 6 members

6. Which of the following words does not belong to the stock exchange?

- (A) NAV
- (B) NSE
- (C) IPO
- (D) KPO

7. Which of the following statements is correct?

- (A) FTSE-100 is a stock exchange of London, which monitors European market activities
- (B) Nikkei is related to Singapore Stock Exchange
- (C) MIDDEX belongs to Japan

(D) BSE does not belong to SENSEX

8. Which of the following is the regulator of Money market?

- A. Reserve Bank of India
- B. Government of India
- C. Telecom Regularity Authority
- D. Insurance Regularity Department

9. What is Call Money?

- A. It is an overnight loan in the Money Market
- B. It is loan of above 1 day to 14 days in the money market
- C. It is loan of above 14 day to 364 days in the money market
- D. It is an amount charged on ISD

10. What is Notice Money?

- A. It is an overnight loan in the Money Market
- B. It is loan of above 1 day to 14 days in the money market
- C. It is loan of above 14 day to 364 days in the money market
- D. It is an amount charged on ISD

11. What is Term Money?

- A. It is an overnight loan in the Money Market
- B. It is loan of above 1 day to 14 days in the money market
- C. It is loan of above 14 day to 364 days in the money market
- D. It is a loan provided on certain terms and conditions by Bank to its customer

12. Which of the following is not related with Money Market?

- A. Treasury Bills
- B. Commercial Bills
- C. Certificates of Deposit
- D. Shares

13. What is the maximum maturity period of funds/instruments in money market?

- A. 1 day
- B. 7 days
- C. 14 days
- D. 1 year

14. What is maximum period for which money is lent under call money?

- A. 1 day
- B. 7 days
- C. 14 days
- D. 1 year

15. What is maximum period for which money is lent under notice money?

- A. 1 day
- B. 7 days
- C. 14 days
- D. 1 year

Q16. What is maximum period for which money is lent under Term money?

- A. 1 day
- B. 7 days
- C. 14 days
- D. 1 year

Q17. Who regulates the money market instruments in India?

- A. Ministry of Finance
- B. RBI
- C. Department of Economic Affairs
- D. MCA

Q18. How much % of its capital fund can be borrowed by scheduled commercial banks in the call/notice money market on any particular day?

- A. 80%
- B. 100%
- C. 125%
- D. 150%

Q19. How many types of treasury bills are issued in India?

- A. One
- B. Two
- C. Three
- D. Four

Q20. Which among the following is not a type of treasury bill issued in India?

- A. 45 day

- B. 91 day
- C. 182 day
- D. 364 day

Q21. In India, Treasury bill is quoted at discounted price to par value of \_\_\_\_?

- A. Rs 50
- B. Rs 100
- C. Rs 150
- D. Rs 200

Q22. What is the minimum tradable amount at which treasury bill is quoted in secondary market?

- A. Rs 5,00,000
- B. Rs 2,50,000
- C. Rs 1,00,000
- D. Rs 25,000

23. Which bill is drawn and accepted in the same country?

- A.) Trade Bill
- B. Foreign Bill
- C. Inland Bill
- D. Accommodation Bill

24. Who draws a bill of exchange?

- A. Creditor
- B. Debtor
- C. Drawer
- D. None of the above

25. What is the person known as who draws a bill of exchange

- A. Drawer
- B. Payee
- C. Drawee
- D. None of the above

26 : The liquidity status of certificate of deposit which is more negotiable is considered as

- A. certified liquidity
- B. term liquidity
- C. more liquid
- D. less liquid

27 The certificate of deposits which are usually negotiable are issued by

- A. banks

- B. financial market
- C. stock exchange
- D. business corporations

### **ANSWERS**

- |         |         |         |         |         |         |         |         |
|---------|---------|---------|---------|---------|---------|---------|---------|
| 1. (A)  | 2. (D)  | 3. (A)  | 4. (A)  | 5. (A)  | 6. (D)  | 7. (A)  | 8. (A)  |
| 9. (A)  | 10. (B) | 11. (C) | 12. (D) | 13. (D) | 14. (A) | 15. (C) | 16. (D) |
| 17. (B) | 18. (C) | 19. (C) | 20. (A) | 21. (B) | 22. (D) | 23. (C) | 24. (C) |
| 25. (A) | 26. (C) | 27. (A) |         |         |         |         |         |