FINANCIAL MARKETS MANAGEMENT (SUBJECT CODE: 805)
TERM-1 EXAMINATION (2026-2027)

Class: XII **SET-1** **Time: 3Hrs.**
Date: 4.09.2026 **Max Marks: 60**
Admission no: **Roll no:**

General Instructions:

1. Please read the instructions carefully.
2. This Question Paper consists of **24 questions** in two sections – Section A & Section B.
3. Section A has Objective type questions whereas Section B contains Subjective type questions.
4. **Out of the given (6 + 18 =) 24 questions, a candidate has to answer (6 + 11 =) 17 questions in the allotted (maximum) time of 3 hours.**
5. All questions of a particular section must be attempted in the correct order.
6. **SECTION A - OBJECTIVE TYPE QUESTIONS (30 MARKS):**
   i. This section has 06 questions.
   ii. There is no negative marking.
   iii. Do as per the instructions given.
   iv. Marks allotted are mentioned against each question/part.
7. **SECTION B – SUBJECTIVE TYPE QUESTIONS (30 MARKS):**
   i. This section contains 18 questions.
   ii. A candidate has to do 11 questions.
   iii. Do as per the instructions given.
   iv. Marks allotted are mentioned against each question/part.

SECTION A: OBJECTIVE TYPE QUESTIONS

Q. 1	**Answer any 4 out of the given 6 questions on Employability Skills (1 x 4 = 4 marks)**	
i.	Which of the following is not a stage of active listening? a. Receiving b. Understanding c. Non-responding d. Evaluating	1
ii.	It arises because of incentives or external rewards. a. Intrinsic motivation b. Extrinsic motivation c. Realistic Motivation d. Unrealistic Motivation	1

iii.	What is incorrect in SMART Goal? a. Specific b. Measurable c. Action-oriented d. Readable Time	1
iv.	In the spreadsheet, you can see a worksheet with cells placed in _____but not _______. a. Row , column b. Column , Row c. Row Horizontal , column vertical d. Row , column horizontal	1
v.	Which of the following is not a Characteristic of entrepreneurship? a. It is an economic activity done to create, develop and maintain a profit-oriented organisation. b. It begins with identifying an opportunity as a potential to sell and make profit in the market. c. It deals with optimization in utilization of resources d. It is the inability of an enterprise and an entrepreneur to take risks.	1
vi.	__________is defined as one that helps bring about and maintain transition to environmentally sustainable forms of production and consumption. a. White collar job b. Green Job c. Black Card Job d. Un-Employability	1

Q. 2	**Answer any 5 out of the given 7 questions (1 x 5 = 5 marks)**	
i.	Neat system supports an order driven market, wherein orders 1 match on the basis of ---&--- priority a) Size, bid b) price, Time c) Quality, quantity d) Bid, lot size	1
ii.	The odd lot market facility is used for ---- a) Normal market b) Retail debt market c) Odd lot market d) Auction market	1
iii.	The branch manager receives end of day reports for all the --- under that branch a) Dealers b) Corporate manager	1

	c) Clients d) NCFM certificate holders.	
iv.	The corporate manager is a term assigned to a user placed at the a) Lowest level b) Highest level c) Middle level d) Junior level	1
v.	After login to the NEAT system & before the market opens for trading; a trading member can set up ----& ----- a) Market watch, viewing inquiry screen b) Security descriptor, Market by price c) Previous trade, outstanding orders d) Activity log, order status	1
vi.	Who among the following is the principal regulator in the 1 securities market a) SEBI b) RBI c) MCA d) DEA	1
vii.	Capital market has many types of markets? a) 5 markets b) 4 markets c) 2 markets d) 3 markets	1

Q. 3	**Answer any 6 out of the given 7 questions (1 x 6 = 6 marks)**	
i.	Who receive end of the report for all the branches of the Trading member a) Dealer b) Branch manager c) Broker	1

	d) Corporate manager	
ii.	If the corporate manager forgets his password then he is 1 required to in writing with respect to reset the password a) Inform the client b) Inform the SEBI c) Inform the Exchange d) Inform the NSDL	1
iii.	Who can view and perform order and trade realted activities 1 only for oneself? a) Broker b) Dealer c) Branch manager d) None of above	1
iv.	WAP stands for a) Wireless Application protocol b) Wireless Application Password c) Wireless Authorised password d) None of the above	1
v.	Which information not displayed on Market Watch Window a) Best buy order b) Best sell order c) Last trade price d) Auction is over	1
vi.	A person who agrees to buy an asset at a future date has gone 1 a) Long. b) Short. c) Back. d) Ahead	1
vii.	When in derivative the exchange is fixed at the future time it is called a) Forward commitment	1

	b) Future commitment c) Contingent claim d) Option and swaps	

Q. 4	**Answer any 5 out of the given 6 questions (1 x 5 = 5 marks)**	
i.	Swaps and options are comes under ---- a) Future contract b) Forward contract c) Contingent claim d) None of the above	1
ii.	In case of contingent claim if event not happens the contact will be ---- a) Matured b) Null and void c) Expired d) Both b and c	1
iii.	If derivative contract is based on interest rate the underlying 1asset will be a) Fixed asset b) Debt instrument c) Any commodity d) All of the above	1
iv.	Usually forward and some type of options are traded in ---- a) Any exchange b) OTC market c) Both a and b d) None of the above	1
v.	What is Derivative?	1
vi.	Explain Future contract.	1

Q. 5	**Answer any 5 out of the given 6 questions (1 x 5 = 5 marks)**	

i.	Present value of single is sum of the ---- of all cash inflows of his annuity a) Present value b) Monthly cash flow c) Quarterly cash flow d) Ether a or b	1
ii.	Companies producing similar products are subset of ---- a) Industry analysis b) Corporate analysis c) Financial analysis d) Any of the above	1
iii.	---- will be coming under corporate analysis a) Earning per share b) P/E ratio c) Managerial capabilities d) Either a or b	1
iv.	For financial analysis we need to understand a) Balance sheet of the company b) Profit and loss of the company c) Growth plans current operations d) Both a and b	1
v.	---- report is annually issued early by a corporate a) Profit and loss report b) Balance sheet report c) Annual report d) Income and expenditure report	1
vi.	Shareholders fund is also called as ---- a) Load fund b) Net worth c) Investor fund d) Mutual fund	1

Q. 6	**Answer any 5 out of the given 6 questions (1 x 5 = 5 marks)**	
i.	What is the present value of 20000 received after 2 years at the discount rate of 10% under continuous discounting a) 16374.615 b) 22000 c) 1637.4615 d) 2200.4615	1
ii.	Find the compound interest on 1000 @18%p.a for the period of 18 years when interest is compounded half yearly a) 22,534 b) 1,331 c) 320 d) 325	1
iii.	OECLOB Stands for ---- a) Open Electronic consolidated limit order book b) Open Electronic considered limit order book c) Offer electronic consolidated order limit d) None of the above	1
iv.	Define Neat screen.	1
v.	---- market the warrants are issued a) Currency derivative market b) Future and option market c) Wholesale debt market d) Retail debt market	1
vi.	Define Turnover ratio.	1

SECTION B: SUBJECTIVE TYPE QUESTIONS

Answer any 3 out of the given 5 questions on Employability Skills (2 x 3 = 6 marks)
Answer each question in 20 – 30 words.

Q. 7	Suggest any two techniques that can help us to maintain a positive outlook in the long run.	2
Q. 8	There are five parameters that describe an individual's personality. These five dimensions are also called the 'Big Five Factors' and the model are referred to as the 'Five Factor Model', Name them and define any one.	2
Q. 9	Write the procedure of Inserting clipart and images in presentation.	2
Q. 10	When a family or an individual runs a business successfully and passes it on to the next generation, then such an entrepreneur is, generally, termed as family business entrepreneur. Elaborate it.	2
Q. 11	A startup is a company that is in the first stage of its operations. How do you describe it?	2

Answer any 3 out of the given 5 questions in 20 – 30 words each (2 x 3 = 6 marks)

Q. 12	Who can become a member of NSE?	2
Q. 13	Difference between Primary and Secondary Market.	2
Q. 14	What are circuit breakers?	2
Q. 15	What is internet broking?	2
Q. 16	Explain the Free Market Capitalisation Weighted method.	2

Answer any 2 out of the given 3 questions in 30– 50 words each (3 x 2 = 6 marks)

Q. 17	What are the reasons for the popularity of index derivatives?	3
Q. 18	What are the economic functions of the derivative market?	3
Q. 19	What is the difference between industry and corporate analysis?	3

Answer any 3 out of the given 5 questions in 50– 80 words each (4 x 3 = 12 marks)

Q. 20	What are the conditions prescribed by SEBI for granting a certificate of registration to a stock broker?	4
Q. 21	What is regular lot matching?	4
Q. 22	What are outstanding orders? Explain features.	4
Q. 23	If the performance of an industry as well as the company seems good, then to check the earning price of the share which analysis will be quite helpful? Justify your answer.	4
Q. 24	Explain the Time Value of Money with a suitable example.	4

ALL THE BEST