भारतीय प्रतिभूती और विनिमय बोर्ड
Securities and Exchange Board of India

MCX METAL & ENERGY Trade with Trust
MCX INVESTOR PROTECTION FUND

Sr. No.	Queries	Answer Choices				
		A	B	C	D	Correct Answer
1	Who regulates the commodity derivatives market in India	RBI	IRDAI	PFRDA	SEBI	SEBI
2	Since which year SEBI has been regulating the commodity derivatives trading in India	1992	1953	2015	1956	2015
3	Whether SEBI regulates spot market commodity trading also	Yes	No	Not sure	Probably Yes	No
4	When did BSE & NSE launch commodity derivatives trading on their platform	2018	2017	2016	None of these	2018
5	What is Arbitrage	entering into sell and purchase transaction in spot market	entering into purchase transaction in spot & futures market	simultaneously entering into sell and purchase transactions in two or more markets	entering into sell transaction in spot and futures market	simultaneously entering into sell and purchase transactions in two or more markets
6	Please read the given statement and then select the right option as your answer: "A forward contract is not settled until the end of life and do infact lead to delivery of the underlying asset"	False	TRUE	partially true	Not sure	True
7	Which of the given factors affect the prices of agri commodities?	Weather condition	agriculture production	changes in import & export policies	all the three	All the three
8	Besides price risk, which are the risks that exist in spot market?	Delivery risk	Transportation risk	Credit risk	all the three	all the three
9	Who is obligated to provide liquidity in the derivatives market by giving two way quotes all the time	Position trader	Day trader	Market maker	Arbitragers	Market maker
10	Future price higher than the spot price, is called as	conversion	Divergence	contango	Backwardation	Contango
11	Spot price higher than futures price is called as	conversion	Divergence	contango	Backwardation	Backwardation
12	In which type of past system, goods were exchanged between two parties with mutually coincident needs	Barter	OTC	Monetary	Option	Barter
13	Demand for gold is	relatively elastic	perfectly inelastic	inelastic	perfectly elastic	relatively elastic
14	Which Exchange launched futures trading in base metal index	NCDEX	NSE	MCX	BSE	MCX
15	Which commodity from the given options is included in METLDEX	copper	steel	brass	tin	copper

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16	In the past, which was the vibrant exchange dealing in turmeric futures	Spices and Oilseeds Exchange ltd., Sangli	Kanpur Commodity Exchange	Hapur Commodity Exchange	none of these	Spices and Oilseeds Exchange ltd., Sangli
17	Which Government initiative/policy announcement gave the first major impetus to agricultural futures market?	National Agriculture Policy, 2000	National Agriculture Market (eNAM)	land reforms	encouragement to co-operative joint farming	National Agriculture Policy, 2000
18	In India, name the commodity in which futures trading was started first and when	Rice,1888	Copper, 1870	Maize ,1877	Cotton, 1875	Cotton ,1875
19	Prior to Independence, which were the commodities in which futures trading took place	Maize,rice,bajra	Cotton, Jute, Gold,oilseeds, wheat	copper,steel,zinc	Urad Tur, Chana	Cotton, Jute, Gold, oilseeds, wheat
20	Among these associations, which association was set up first for futures trading	East India Jute trade Association	Gujarati Vyapari Mandal	Bombay Cotton Trade Association Ltd	Chamber of Commerce, Hapur	Bombay Cotton Trade Association Ltd
21	Where and when futures trading in oilseeds was introduced	Chennai -1889	Bombay1900	Ahmedabad 1887,	Indore1886	Bombay1900
22	Where and when futures trading in wheat was introduced	Hapur 1913	Bombay 1915	Hissar1911	Rohtak 1914	Hapur 1913
23	Where and when futures trading in raw jute and jute products was introduced	Gwalior1911	Latur 1916	Kolkata 1912	Sirsa 1910	Kolkata 1912
24	Post independence, through which act commodity derivatives trading was regulated in India until 2015?	Forward Contracts (Regulation) Act, 1952	Bombay Forward Contracts Control Act,1947	Defence of India Act, 1915	none of these	Forward Contracts (Regulation) Act, 1952
25	Since which year Bullion market has been functioning in Bombay	1890	1920	1915	1907	1920
26	Among these, which is a key feature of the modern exchanges	Demutualisation	access to a limited number of clients and members	open out cry	no loss no profit	Demutualisation
27	Among the given options, which Government/regulatory bodies regulates spot market trading in agricultural commodities	Individual State Government	Central Government	RBI	Local bodies such as municipalities and gram panchayats	Individual State Government
28	In which year, Government of India issued licences for the first time for setting up national level multi commodity exchanges?	2005-06	2000-01	1999-2000	2002-03	2002-03

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29	Please read the given statement and then select the right option as your answer: "Securities Contract(Regulation) Act, 1956 empowers SEBI to grant recognition to stock exchanges in India"	False	Partially true	TRUE	Not sure	True
30	Which among the given options is a key mandate for SEBI?	Regulation of securities market	protect the interest of investors	Promote the development of securities market	all the three	all the three
31	In which year Electronic mode/platform for lodging and tracking complaints by the investors (SCORES) was launched	2010	2011	2012	2014	2011
32	Which among the given options, is not a mandatory requirement for lodging complaints on SCORES?	e-mail address	Name & address	Aadhaar Number	PAN	Aadhaar Number
33	Which is major benefit of SCORES?	Speedy redressal	Reduces the turnaround time	Available 24*7	all the three	all the three
34	What is a limit order	gets executed at specific price	gets executed at current market price	gets executed at best available price	none of these	gets executed at specific price
35	Please read the given statement and then select the right option as your answer: "Stop-loss orders are good means of protecting one's profit or limiting one's loss, while waiting for market to recover"	False	partially true	True	Not sure	True
36	What is a good for day order	An order to broker to buy or sell a commodity that expires at the end of the trading day if not filled	clint's order to buy and sell at a specified price	It is a market order for buy and sell once a pre-determined price is reached	None of these	An order to a broker to buy or sell a commodity that expires at the end of the trading day if not filled
37	Please read the given statement and then select the right option as your answer: "A buyer of a call option enjoys unlimited gain potential"	False	Partially true	True	Not sure	True
38	Which entity does not trade, but clears the trade?	market maker	clearing member	Trading member	professional clearing member	professional clearing member
39	Who is responsible for clearing and settlement?	Repositories	Clearing Corporation	designated clearing banks	Stock Exchange	Clearing Corporation

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40	Please read the given statement and then select the right option as your answer: "Arbitrager enters into the derivatives contract to protect against risk of adverse price fluctuation"	partially true	False	TRUE	Not sure	FALSE
41	Which among the given options, is a nontransferable delivery contract?	Merchandising contract	hedge contract	option contract	none of these	Merchandising contract
42	Under which Act integration of commodity brokers and stock brokers has been made applicable	FCRA,1952	SCRA ,1956	Companies Act,2013	None of these	SCRA,1956
43	In which markets ALGO trading is permitted	Spot market	commodity derivatives	OTC market	none of these	commodity derivatives
44	How equilibrium price is arrived at?	More quantity demanded at low price	More quantity supplied at higher price	Supply and demand are said to be balanced	none of these	Supply and demand are said to be balanced
45	Which is the oldest benchmark or reference gold price for stakeholders in India?	Bombay Bullion Association	LBMA	MCX	NCDEX	Bombay Bullion Association
46	What is a derivatives contract?	Derivatives are financial contracts which derive their value from an underlying asset	It is spot contract	contractual obligations	none of these	Derivatives are financial contracts which derive their value from an underlying asset
47	What is the role of commodity derivatives market?	Assists,regulates,or controls the business of buying ,selling or dealing only in commodity derivatives	Facilitating buying and selling in spot market	Providing logistic services and other facilities	promoting OTC markets	Assists,regulates,or controls the business of buying ,selling or dealing only in commodity derivatives
48	What has been set up by regulator and stock exchange to provide rural farmers access to real time prices	manual price ticker boards	electronic price ticker boards	electronic hedging boards	electronic risk management boards	electronic price ticker boards
49	One of the key parameters of suitability of commodity for futures trading is that it should be	fairly and freely traded	available on international exchanges	should be in demand from financial sector	in demand from HNI	fairly and freely traded
50	At the time of designing a futures contract, parameters are based mainly on the practices being followed in	the physical or cash market	OTC market	international spot market	international derivatives market	the physical or cash market

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51	Among these,which is also referred to as physical market or cash market?	OTC market	electronic market	spot market	forex market	spot market
52	When was the first organised commodity futures market started in India?	1874	1867	1875	1888	1875
53	In India, National Board of Trade was recognised as vibrant exchange for trading in	Soy complex futures	Rapeseed complex futures	sunflower seed complex futures	groundnut complex futures	Soy complex futures
54	What is cartelisation?	A group of traders who control supply and manipulate price in their favour	Buyers and sellers negotiate the price	A group of buyers manipulate the price	A group of sellers manipulate the price	A group of traders who control supply and manipulate price in their favour
55	What is dumping?	The practice of selling a product in a foreign market at high price than price at domestic market	The practice of selling a product in a foreign market at an unfairly low price (a price that is lower than the price in the domestic market	The practice of selling a product in a foreign market at same price as domestic market	none of these	The practice of selling a product in a foreign market at an unfairly low price (a price that is lower than the price in the domestic market.
56	Which option defines spot price correctly?	It is a contract with price and delivery for future date	A spot price is a current price with deferred delivery obligation	A spot price is the current price of a commodity, which can be bought or sold for immediate delivery.	A spot price is a current price with immediate no delivery, but delivery does not happen	A spot price is the current price of a commodity, which can be bought or sold for immediate delivery.
57	What is E-Auction?	An e-auction is a transaction between sellers (the auctioneers) and bidders (suppliers in business to business scenarios) that takes place on an electronic marketplace.	Action takes place between buyers and sellers in the APMC mandi	Action takes place between buyers and sellers in the market yard	None of these	An e-auction is a transaction between sellers (the auctioneers) and bidders (suppliers in business to business scenarios) that takes place on an electronic marketplace.

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58	What is churning	It is a practice of a broker overtrading in a client's account for a purpose of generating commission	Reasonable trading by broker to protect client interest	Keeping position outstanding for favourable price movement	None of these	It is a practice of a broker overtrading in a client's account for a purpose of generating commission
59	What is cornering?	To infuse supply in the market and save interest of seller	To secure such relative control of commodity that its price can be manipulated	To protect the interest of buyers from being indulged in delivery default	To protect the interest of buyers and sellers against unfavourable price movement	To secure such relative control of commodity that its price can be manipulated
60	Trader, who holds an investment for an extended period of time with the expectation that it will appreciate in value, is called	hedger	position trader	market maker	None of these	Position trader
61	What is round turn?	It is completed transaction involving both a purchase and liquidating sale or a sale followed covering purchase	It is incomplete transaction of sale purchase	It is roll over from near month contract to far month contract	none of these	It is completed transaction involving both a purchase and liquidating sale or a sale followed covering purchase
62	Among these, which is not the parameter of efficient commodity derivatives market?	free entry & exit	large number of buyers and sellers	information asymmetry	no price opacity	information asymmetry
63	What is kerb trading?	Trading that takes place after official hours	Trading that takes place between official hours	Trading takes halt without any official reasons	Stock exchanges intervene and stop trading	Trading that takes place after official hours
64	What is liquid market?	A market where selling and buying is accomplished with minimal price change	market where only sellers are dominant	market where only buyers are dominant	A market where selling and buying is accomplished with maximum price change	A market where selling and buying is accomplished with minimal price change

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65	What is illiquid market?	A market where selling and buying is accomplished with maximum price change	A market with high impact cost	A market with entry and exit barriers	all the three	all the three
66	What is representative or basis price?	A price reflecting general price trend of a commodity	Price reflecting rising trend of a commodity	Price reflecting falling trend of a commodity	Price reflecting trend of a producing hub	A price reflecting general price trend of a commodity
67	What is volume?	Total transaction of one trading day	Total transaction of preceding day and subsequent day	Total transaction up to 5:00 pm prior to closure of trading day	none of these	Total transaction of one trading day
68	Please read the given statement and then select the right option as your answer: "In technical analysis, volume is used to confirm different types of price pattern"	False	partially true	True	Not sure	True
69	What is open interest?	Total no. of outstanding contracts of buy and sell have been entered into and not yet liquidated by an offsetting transaction or fulfilled by delivery	All the outstanding contracts of buy and sell are squared off	Total no. of outstanding contracts of buy and sell are fulfilled with delivery	Total no. of outstanding contracts of buy and sell are fulfilled with cash settled	Total no. of outstanding contracts of buy and sell have been entered into and not yet liquidated by an offsetting transaction or fulfilled by delivery
70	Open interest of 1000 means	1000 buyers and 100 sellers on that date	100 buyers and 1000 sellers on that date	1000 buyers and 1000 sellers on that date	1000 buyers and 1000 sellers on preceding date	1000 buyers and 1000 sellers on that date
71	Among these, which are the forms of clearing members in commodity derivatives market	self clearing member	trading cum clearing member	professional clearing member	all the three	all the three
72	Among these, which is incorrect regarding futures contract?	futures contract are agreements made today to buy or sell an asset in future	futures contracts are customised and are traded at bank desks	Commodity futures help value chain participants to protect themselves against unpredictable changes in prices	Commodity futures facilitates seasonal supply chain management	futures contracts are customised and are traded at bank desks

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73	Among these options, which action will offset a long position in a futures contract that expires in June?	sell any futures contract, regardless of its expiration date	Hold a futures contract until it expires	Sell futures contract that expires in June	buy any futures contract, regardless of its expiration date	Sell futures contract that expires in June
74	Which among the given options, causes the futures price of an asset to increase, everything else held constant?	Higher expected spot price for the underlying asset	Loss in income while carrying underlying asset	Lower expected spot price for the underlying asset	Higher income received while carrying underlying asset	Higher expected spot price for the underlying asset
75	Among these, which statement about gross domestic product (GDP) is wrong?	GDP is composed of consumption, investment, government spending, and net trade.	The most widely-used measure of the economic health of the overall economy is GDP.	GDP counts goods and services produced by nationals in a foreign country, and not goods and services produced by foreigners in the domestic country.	GDP is the value of all goods and services produced in an economy over a particular time period	GDP counts goods and services produced by nationals in a foreign country, and not goods and services produced by foreigners in the domestic country.
76	What is inflation?	decrease in value of money	Increase in value of money	increase in purchasing power	increase in economic activity	decrease in value of money
77	Among the given regulators, who is responsible for managing inflation?	SEBI	Ministry of Finance	State Government	Reserve Bank of India	Reserve Bank of India
78	Among these, which is incorrect method to control inflation?	control of money supply	increase in tax rates	decrease in interest rate	wage control	decrease in interest rate
79	What is recession?	Higher purchasing power	decline in economic activity spread across the country for two consecutive quarters	positive real gross domestic products (GDP) rate	increase in consumer demand	decline in economic activity spread across the country for two consecutive quarters
80	among these, which is an example of fiscal policy	Changing reserve requirement	Controlling money supply	Tax increase	Consumer spending	Tax increase
81	Hedging through futures contracts	increases risk of loss if prices fall	eliminates profit maximization potential	increases risk of loss if prices rise	ensures profit maximization potential	eliminates profit maximization potential
82	Which among the given options, is not a regulator in India?	SEBI	RBI	CFTC	IRDA	CFTC

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83	Please read the given statement and then select the right option as your answer: "Market integrity, Financial integrity and Customer protection are the key to success of commodity derivatives market"	False	Partially true	True	Not sure	true
84	A party aggrieved by the appellate arbitral award may file an application to the	Court of Law	SEBI	Stock Exchange	Clearing Corporation	Court of Law
85	What is E-registry?	It maintains electronic records of ownership of goods	A physical statement of deposit of goods in warehouse	Confirmation by clearing corporation about deposit of goods in warehouse	None of these	It maintains electronic records of ownership of goods
86	What is NWRs (Negotiable warehouse receipt)?	Negotiable warehouse receipt which effects transfer of ownership of such goods by electronic process	Receipt given by commission agent through APMC	Receipt given by commodity exchange	Receipt given by clearing corporation	Negotiable warehouse receipt which effects transfer of ownership of such goods by electronic process
87	Which is not the objective of introduction of eNWRs? (Electronic Negotiable warehouse receipts)?	To replace paper based warehouse receipt which caused substantial problem	hassles free transfer	To facilitate easy availability of loan to farmers through banks	To promote role of moneylenders	To promote role of moneylenders
88	Who is monitoring the repository system?	WDRA (Warehousing (Development & Regulatory Authority,2010)	SEBI	RBI	state government	WDRA
89	When WDRA issued the guidelines for introduction of electronic negotiable warehouse receipts(eNWRs)	Oct-16	Nov-14	Mar-10	Apr-08	Oct-16
90	Who incorporated National E-Repository Ltd (NERL) ?	NCDEX	MCX	NSE	BSE	NCDEX
91	Who among these is not user of NERL?	moneylenders	Repository participants	Banks	Clearing member/Clearing corporation	moneylenders

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92	Which among the given options, represents major responsibility of a repository?	Creation of e-NWRs	Transfer of e-NWRS between users of the repository	Security and authenticity of e-NWR	All the three	All the three
93	Among these, which is not activity of repository participants?	account opening	Off market transfer	pledge stocks with money lenders	withdrawal intimation	pledge stocks with money lenders
94	How repository works?	Repository application is web based application, which provides end to end solution for all the transaction related to electronic warehouse receipt	Clearing corporation monitors repository work	Repository works under web based network of stock exchange	None of these	Repository application is web based application, which provides end to end solution for all the transaction related to electronic warehouse receipt
95	Which stock exchange migrated Comtrack to NERL	NSE	MCX	ICEX	NCDEX	NCDEX