

Series 7 - General Securities Representative Exam Practice Test Questions and Answers

1. What is time value in options pricing?

- A) The difference between the strike price and market price
- B) The portion of the option premium above its intrinsic value
- C) The annual interest rate applied to the premium
- D) The number of days until the option expires

2. What is a 'straddle' in options trading?

- A) Buying a call and selling a put at different strike prices
- B) Buying both a call and a put on the same stock with the same strike price and expiration
- C) Selling a call and buying a put at the same strike
- D) Buying two calls at different expirations

3. What does the ex-dividend date determine?

- A) The date the dividend is paid to shareholders
- B) The last day a shareholder can sell shares and still receive the dividend
- C) The first day a buyer of shares will NOT receive the upcoming dividend
- D) The date the board declares the dividend

4. What is the 'ask price' in a stock quote?

- A) The price the dealer is willing to pay to buy the security
- B) The price at which the last transaction occurred
- C) The price at which a dealer is willing to sell the security
- D) The average of the day's high and low prices

Answers: 1-B 2-B 3-C 4-C

For More Series 7 - General Securities Representative Exam Questions and Answers FREE, Series 7 - General Securities Representative Exam Online Prep Training, Series 7 - General Securities Representative Exam Exam, Series 7 - General Securities Representative Exam Study Guide, Series 7 - General Securities Representative Exam Flashcards, Series 7 - General Securities Representative Exam Quizzes visit:

Series 7 - General Securities Representative Exam Practice Test