

Sample Questions for STA Diploma Level 1 Exam

Following are three sample type questions for the STA Diploma I Exam (the correct response is underlined). **Past exams are not available.**

1. A point and figure chart differs from a bar chart as
 - A. a new plot on a point and figure chart is made only when the price changes by a given amount.
 - B. time intervals are clearly shown in a point and figure chart.
 - C. Point and figure charts are only concerned with measuring price momentum.
 - D. price behaviour in the financial markets is cyclically based.

2. Technical analysis is rooted in the basic premise that
 - A. price behaviour in the financial markets is random.
 - B. price behaviour in the financial markets moves in trends
 - C. price behaviour in the financial markets can only be understood by analysis of the underlying economic conditions surrounding the markets.
 - D. none of the above

3. A sell signal is normally given when
 - A. a shorter length moving average crosses below a longer length moving average from above.
 - B. a longer length moving average crosses below a shorter length moving average from above.
 - C. a shorter length moving average remains above a longer length moving average.
 - D. none of the above.