# Landmarks in Financial History

Finance · Practice Test · 10 Questions

**1. Which institution is widely recognized as the world's first modern central bank, established in 1668?**

A) The Bank of England
B) The Sveriges Riksbank
C) The Bank of Amsterdam
D) The Bank of France

**2. What was the primary purpose of the 'Buttonwood Agreement' of 1792, which led to the creation of the New York Stock Exchange?**

A) To establish a common currency
B) To regulate the trade of government bonds
C) To standardize commission rates for securities trading
D) To form a national treasury

**3. The first formal 'gold standard' was officially adopted by which country in 1821, linking its currency directly to gold bullion?**

A) United Kingdom
B) United States
C) Germany
D) Japan

**4. In which city did the world's first formal stock exchange open in 1602, primarily to trade shares of the Dutch East India Company?**

A) London
B) Paris
C) Amsterdam
D) Antwerp

**5. The 'Black-Scholes' model, a landmark discovery in financial mathematics published in 1973, is primarily used for what?**

A) Calculating credit default risk
B) Pricing European-style options
C) Predicting market crashes
D) Measuring national inflation

**6. Who is credited with creating the first index fund available to the general public in 1976?**

A) Benjamin Graham
B) John Bogle
C) Warren Buffett
D) Peter Lynch

**7. The 'Tulip Mania' of the 1630s in the Netherlands is often cited as the first recorded instance of what?**

A) A fiat currency collapse
B) A speculative asset bubble
C) A hostile corporate takeover
D) A hostile central bank takeover

**8. What was the name of the first credit card, introduced in 1950, which required the balance to be paid in full at the end of each month?**

A) Visa
B) Diners Club
C) American Express
D) MasterCard

**9. In 1866, the first successful transatlantic telegraph cable was completed, which fundamentally changed global finance by enabling what?**

A) Real-time stock price synchronization
B) International currency conversion
C) The first digital ledger
D) High-frequency algorithmic trading

**10. The first 'ETF' (Exchange Traded Fund) was launched in the United States in 1993; which index did it track?**

A) Dow Jones Industrial Average
B) Nasdaq 100
C) S&P 500
D) Russell 2000