

By OnlineInterviewQuestions.com

NFT MCQ

Take NFT MCQ test to brush up your skills.

Q1. What is an NFT?

- A. It is a type of cryptocurrency
- B. It is a type of smart contract
- C. It is a physical token used for authentication
- **D. It is a unique digital asset that represents ownership of a digital item**

Q2. What makes NFTs unique?

- A. NFTs are fungible
- B. NFTs are interchangeable
- C. NFTs are physical tokens
- **D. NFTs are non-interchangeable and non-divisible**

Q3. What is an example of something that can be represented as an NFT?

- **A. A tweet**
- B. A barrel of oil
- C. A kilogram of gold
- D. None of the above

Q4. What is the main purpose of an NFT marketplace?

- **A. Buying and selling of NFTs**
- B. Creation of new NFTs
- C. Conversion of NFTs into physical assets
- D. All of the above

Q5. What is the major difference between an NFT and a cryptocurrency?

- A. NFTs are physical tokens, while cryptocurrencies are digital
- B. NFTs are used for authentication, while cryptocurrencies are used for transactions
- C. NFTs are non-interchangeable and non-divisible, while cryptocurrencies are fungible
- **D. NFTs represent ownership of a digital item, while cryptocurrencies are a medium of exchange**

Q6. What the benefits of using NFTs?

- A. Anonymity and security
- **B. Ownership and scarcity**
- C. Flexibility and scalability
- D. Privacy and decentralization

Q7. NFTs are stored in the

- A. Cloud
- B. Physical location
- C. Centralized server
- **D. Decentralized blockchain**

Q8. What is called the technology behind NFTs?

- A. ERC-20
- **B. ERC-721**
- C. Blockchain
- D. Smart contract

Q9. NFTs are created

- A. by mining
- B. by buying
- **C. via smart contract**
- D. by a central authority

Q10. What is the value of NFTs?

- A. Determined by its utility
- B. Determined by its rarity
- **C. Determined by market demand**
- D. None of the above

Q11. What are the main use case for NFTs?

- A. Real-estate
- B. Gaming items
- C. Digital Collectible
- **D. All of the above**

Q12. NFTs can be replicated.

- A. True
- **B. False**

Q13. How many copies of NFTs can exist?

- **A. One**
- B. Two
- C. More than one
- D. None of above

Q14. What are the uses of NFTs in the gaming industry?

- A. It is used as in-game currency
- B. It is used as unique and collectible items
- C. It is used to represent virtual real estate
- **D. All of the above**

Q15. What is the use case of NFTs in the art industry?

- **A. It is used to represent digital artworks**
- B. It is used to represent physical artworks
- C. It is used to represent ownership of a physical artwork
- D. All of the above

Q16. What is the main difference between ERC-721 and ERC-20 tokens?

- A. ERC-721 tokens are non-fungible, while ERC-20 tokens are fungible
- B. ERC-721 tokens are used for NFTs, while ERC-20 tokens are used for cryptocurrencies
- C. ERC-721 tokens are used for smart contracts, while ERC-20 tokens are used for transactions
- **D. All of the above**

Q17. How can someone verify the authenticity of an NFT?

- A. By checking the NFT's physical attributes
- B. By checking the NFT's smart contract code
- **C. By checking the blockchain transaction history**
- D. None of the above

Q18. How does NFTs provide ownership and scarcity for digital assets?

- A. By creating unique, non-fungible tokens
- B. By registering the ownership on blockchain
- C. By allowing the buying and selling of NFTs on marketplaces
- **D. All of the above**

Q19. How does NFTs differ from other forms of digital collectibles?

- A. NFTs are stored on a blockchain
- B. NFTs are unique, non-fungible assets
- C. NFTs can be bought and sold on marketplaces
- **D. All of the above**

Q20. What are the uses of NFTs in the real estate industry?

- A. NFTs are used to represent ownership of a virtual property
- B. NFTs are used to represent ownership of a physical property
- C. NFTs are used to represent access to exclusive real estate content
- **D. All of the above**

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