

Exam : 002-101

**Title : ACI Dealing Certificate New
Version Exam**

Version : DEMO

1.If the yield curve is upward sloping, a bank would not profit from:

- A. Borrowing long and lending short
- B. Borrowing short and lending long
- C. Paying a higher rate on deposits than the market
- D. Increasing the bank's leverage

Answer: A

2.How can material divergences between the value of cash and collateral be managed in a documented sell/buy-back?

- A. Margin maintenance
- B. Either of the above, but usually re-pricing
- C. Either of the above, but usually margin maintenance
- D. Re-pricing

Answer: B

3.When a broker needs to switch a name, this should be done:

- A. Only after approval by the broker's senior management
- B. Only if the switching transaction is done at the current market rate
- C. Only after consultation with the local regulator
- D. Only provided that such transactions are identified as switching transactions

Answer: D

4.What is the maximum maturity of a US Treasury bill?

- A. 5 years
- B. 270 days
- C. One year
- D. 183 days

Answer: C

5.3-month USD/CHF is quoted at 12/10. Interest rates in Switzerland are reduced but USD rates, which are higher, are unchanged.

What would you expect the 3-month forward USD/CHF rate to be?

- A. Unchanged
- B. 10/8
- C. 15/13
- D. 6/4

Answer: C