



2016-FRR^{Q&As}

Financial Risk and Regulation (FRR) Series

Pass GARP 2016-FRR Exam with 100% Guarantee

Free Download Real Questions & Answers **PDF** and **VCE** file from:

<https://www.passapply.com/2016-frr.html>

100% Passing Guarantee
100% Money Back Assurance

Following Questions and Answers are all new published by GARP
Official Exam Center

-  **Instant Download** After Purchase
-  **100% Money Back** Guarantee
-  **365 Days** Free Update
-  **800,000+** Satisfied Customers





QUESTION 1

According to Basel II what constitutes Tier 1 capital?

- A. Equity capital and core capital
- B. Profits to reserves and innovative Tier 1 capital
- C. Equity capital and accrued profits to reserves
- D. Core capital and innovative Tier 1 capital.

Correct Answer: D

QUESTION 2

A bank considers issuing new capital to increase its Tier 1 capital levels. Which of the following financial instruments would most likely to be considered?

- A. Long-term and callable debt convertible to equity
- B. Convertible preferred shares
- C. Short-term callable debt
- D. Short-term debt convertible to non-cumulative preferred shares

Correct Answer: B

QUESTION 3

The main building blocks of an operational risk framework include all of the following options EXCEPT:

- A. Loss data collection
- B. Risk and control self-assessment
- C. Compliance document preparation
- D. Scenario analysis

Correct Answer: C

QUESTION 4

All of the following factors generally explain the equity bid-offer spread in a market EXCEPT:

- A. Market volatility



B. Interest rates

C. Competition among market makers

D. Market depth

Correct Answer: B

QUESTION 5

Which of the following are typical properties of a statistical distribution of potential losses that a bank might sustain over a period of time?

I. The range of possible losses above the average loss is much greater than those below the average loss.

II. The loss that is most likely to occur is below the average loss.

III.

The loss that is most likely to occur is above the average loss.

A.

II

B.

I, II

C.

I, III

D.

III

Correct Answer: A

[2016-FRR PDF Dumps](#)

[2016-FRR Study Guide](#)

[2016-FRR Exam Questions](#)