



CCRA^{Q&As}

Certified Credit Research Analyst

Pass AIWMI CCRA Exam with 100% Guarantee

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

<https://www.passapply.com/ccra.html>

100% Passing Guarantee
100% Money Back Assurance

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

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





QUESTION 1

The longer the term to maturity of bond:

- A. term to maturity and price of a bond are not related
- B. The lesser is the risk associated with price of a bond
- C. The higher is the return from the bond
- D. The more risk in the price of a bond

Correct Answer: D

Reference: <https://www.investopedia.com/university/advancedbond/advancedbond5.asp>

QUESTION 2

If XYZ Ltd. incurs (with purchase and installation of machinery) using cash, which of the following ratios will remain unchanged, if all other things remain constant?

- A. None of the three
- B. Asset Turnover ratio
- C. Current Ratio
- D. Quick Ratio

Correct Answer: C

QUESTION 3

"Following four entities operate in the Indian IT and BPO space. They all are into same segment of providing off-shore analytical services. They all operate on the labour cost-arbitrage in India and the countries of their clients. Following information pertains for the year ended March 31, 2013.



Particular	Beautiful	Handsome	Glowing	Glamorous
Number of Employees	300	450	700	1200
Major clients based out of	UK	USA	USA	UAE
Billing currency	GBP	INR	USD	USD

Particular	Beautiful	Handsome	Glowing	Glamorous
Revenue	36	72	116	188
Employee Cost	16	22	44	88
Other Delivery Cost	2	3	4	6
Administrative and Selling Cost	2	3	3	5
Finance Cost	1	2	1	4
Depreciation	2	6	6	9
Taxes	2	8	9	12

Particular	Beautiful	Handsome	Glowing	Glamorous
Assets				
Fixed Assets	10	24	24	37
Short Term Investments	3	7	6	8
Debtors	6	18	22	48
Total	19	49	52	93
Liabilities				
Equity Share Capital	2	8	12	10
Reserves and Surplus	5	12	24	43
Term Loans	8	16	6	24
Working Capital Borrowings	4	11	9	12
Creditors	0	2	1	4
Total	19	49	52	93

The year FY13, was typically a good year for Indian IT companies. For FY14, the economic analysts have given



following predictions about the IT Industry:

- A. It is expected that INR will appreciate sharply against other USD.
- B. Given high inflation and attrition in IT Industry in India, the wages of IT sector employees will increase more sharply than Inflation and general wage rise in country.
- C. US Congress will be passing a bill which restricts the outsourcing to third world countries like India.

While analyzing the four entities, you come across following findings related to Glowing:

Glowing is promoted by Mr.M R Bhutta, who has earlier promoted two other business ventures, He started with ABC Entertainment Ltd in 1996 and was promoter and MD of the company. ABC was a listed entity and its share price had sharp movements at the time of stock market scam in late 1990s. In 1999, Mr.Bhutta sold his entire stake and resigned from the post of MD. The stock price declined by about 90% in coming days and has never recovered. Later on in 2003, Mr.Bhutta again promoted a new business, Klear Publications Ltd (KCL) an in the business of magazine publication. The entity had come out with a successful IPO and raised money from public. Thereafter it ran into troubles and reported losses. In 2009, Mr.Bhutta went on to exit this business as well by selling stake to other promoter(s). There have been reports in both instances with allegations that promoters have siphoned off money from listed entities to other group entities, however, nothing has been proved in any court."

Based solely on Total Debt to EBITDA and Interest Coverage, which of the four entities is best amongst the four respectively:

- A. Glamorous and Glamorous
- B. Glamorous and Glowing
- C. Glowing and Beautiful
- D. Glamorous and Glamorous

Correct Answer: B

QUESTION 4

Loss assets should be written off. If loss assets are permitted to remain in the books for any reason, _____percent of the outstanding should be provided for.

- A. 150
- B. 75
- C. 100
- D. 50

Correct Answer: C

Reference: <https://currentaffairs.gktoday.in/tags/provision-coverage-ratio>

QUESTION 5



Step up upon feature will lead to

- A. no change as step is not linked to issuers rating
- B. positive basis because the bond holder is compensated
- C. negative basis given that the bondholder is not compensated
- D. Will lead to a change only if there is a linkage to the issuer's rating

Correct Answer: B

Reference: <https://books.google.com.pk/books?id=WTvNAgAAQBAJandpg=PA242andlpg=PA242anddq=credit+research+Step+up+upon+positive+basis+because+the+bond+holder+is+compensatedandsource=blandots=cdWVJkYMRFandsig=t3wUd2qxS8OTjzUI8EfSzkmf7Egandhl=enandsa=Xandved=2ahUKEwi8w4rBz97eAhUPgVwKHRAfAMgQ6AEwAHoECAkQAQ#v=onepageandq=credit%20research%20Step%20up%20upon%20positive%20basis%20because%20the%20bond%20holder%20is%20compensatedandf=false>

[Latest CCRA Dumps](#)

[CCRA PDF Dumps](#)

[CCRA VCE Dumps](#)