

100% Money Back
Guarantee

Vendor:ICMA

Exam Code:SOFQ

Exam Name:Securities Operations Foundation
Qualification (SOFQ)

Version:Demo

QUESTION 1

Within internal books and records, the recording of the trading book on a securities trade facilitates:

- A. Reconciliation of settled positions, per trading book and per security - between the trading department and operations
- B. Reconciliation of settled positions, per trading book and per security - between operations and the firm's custodian
- C. Reconciliation of trading positions, per trading book and per security - between the firm's counterparty and the firm's custodian
- D. Reconciliation of trading positions, per trading book and per security - between the trading department and operations

Correct Answer: D

QUESTION 2

The International Monetary Fund is an example of:

- A. A supranational organisation
- B. A sovereign wealth fund
- C. An investment bank
- D. A securities market regulator

Correct Answer: A

QUESTION 3

The market in which debt is issued over the long-term describes:

- A. The money market
- B. The foreign exchange market
- C. The capital market
- D. The equity market

Correct Answer: C

QUESTION 4

The number of days of accrued interest, and the cash value of accrued interest - on a trade of USD 45,000,000 World Bank 4.37% Bonds 1st December 2032, paying interest semi-annually on 1st December and 1st June, trade date 22~d

October, value date 25th October, is:

- A. 144 days and USD 786,600.00
- B. 174 days and USD 950,475.00
- C. 141 days and USD 770,212.50
- D. 171 days and USD 934,087.50

Correct Answer: A

QUESTION 5

A bond which permits the issuer to redeem the bond prior to its maturity date is known as a:

- A. Demandable bond
- B. Callable bond
- C. Requestable bond
- D. Askable bond

Correct Answer: B

QUESTION 6

The ISO currency code '\CHF represents:

- A. Ivory Coast Franc
- B. Chinese Renminbi
- C. Swiss Franc
- D. Norwegian Krone

Correct Answer: C

QUESTION 7

A cash amount of GBP 5,909,658.47 lent on a Thursday until the second Monday (just over 1 week later) at a rate of 2.973%, would attract:

- A. 7 days of interest and a cash interest amount of GBP 3369.48
- B. 9 days of interest and a cash interest amount of GBP 4392.35
- C. 13 days of interest and a cash interest amount of GBP 6344.51

D. 11 days of interest and a cash interest amount of GBP 5294.89

Correct Answer: D

QUESTION 8

The 3 largest centres for foreign exchange trading are:

- A. US, 2) Japan, 3) UK
- B. Hong Kong, 2) UK, 3) US
- C. US, 2) Singapore, 3) UK
- D. UK, 2) US, 3) Singapore

Correct Answer: D

QUESTION 9

The ISIN stands for:

- A. International Securities Identification Number; a 13-character alpha-numeric code
- B. International Secondary ID Notation; a 13-character alpha-numeric code
- C. International Securities Identification Number; a 12-character alpha-numeric code
- D. International Secondary ID Notation; a 12-character alpha-numeric code

Correct Answer: C

QUESTION 10

'Sub-custodian' is a term that is applicable to:

- A. International central securities depositories
- B. Global custodians
- C. Local custodians
- D. National central securities depositories

Correct Answer: B

QUESTION 11

A bond which pays no interest during its lifetime and repays capital on its maturity date is known as:

- A. A zero interest bond
- B. A nil interest bond
- C. A zero coupon bond
- D. A zero interest note

Correct Answer: C

QUESTION 12

The following are examples of money market instruments:

- A. Zero coupon bonds and Floating-rate notes
- B. Convertible bonds and Mortgage-Backed Securities
- C. Fixed-rate bonds and Step-up bonds
- D. Commercial Paper and Certificate of Deposit

Correct Answer: D