

### Question #1 of 22

Question ID: 1573116

If the spot exchange rate between the British pound and the U.S. dollar is GBP/USD 0.7775, and the spot exchange rate between the Canadian dollar and the British pound is CAD/GBP 1.8325, what is the USD/CAD spot cross exchange rate?

- A) 0.42428.
  - B) 1.42477.
  - C) 0.70186.
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### Question #2 of 22

Question ID: 1573131

Spot and one-month forward exchange rates are as follows:

	Spot	1-month forward
EUR/DEF	2.5675	2.5925
EUR/GHI	4.3250	4.2800
EUR/JKL	7.0625	7.0075

Based on these exchange rates, the EUR is *closest* to a 1-month forward:

- A) discount of 1% to the JKL.
  - B) premium of 1% to the DEF.
  - C) premium of 1% to the GHI.
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### Question #3 of 22

Question ID: 1573132

The USD/EUR spot exchange rate is 1.3500 and 6-month forward points are -75. The 6-month forward exchange rate is:

- A) 1.3425, and the USD is at a forward discount.
- B) 1.3425, and the USD is at a forward premium.

C) 1.3575, and the USD is at a forward discount.

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**Question #4 of 22**

Question ID: 1573126

If the current spot exchange rate for quotes of JPY/GBP is greater than the no-arbitrage 3-month forward exchange rate, the 3-month GBP interest rate is:

- A) equal to the 3-month JPY interest rate.
  - B) greater than the 3-month JPY interest rate.
  - C) less than the 3-month JPY interest rate.
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**Question #5 of 22**

Question ID: 1573111

The exchange rate of the Athelstan riyal (ATH) with the British pound is 9.00 ATH/GBP. The exchange rate of the Mordred ducat (MOR) with the U.S. dollar is 2.00 MOR/USD. If the USD/GBP exchange rate is 1.50, the ATH/MOR cross rate is *closest to*:

- A) 12.00 ATH/MOR.
  - B) 3.00 ATH/MOR.
  - C) 6.75 ATH/MOR.
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**Question #6 of 22**

Question ID: 1573120

The spot exchange rate is 0.6243 USD/GBP and the 1-year forward rate is quoted as 3.016%. The 1-year forward exchange rate for USD/GBP is *closest to*:

- A) 0.6054.
  - B) 0.6431.
  - C) 0.6544.
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### Question #7 of 22

Question ID: 1573113

Given the following quotes, GBP/USD 2.0000 and MXN/USD 8.0000, calculate the direct MXN/GBP spot cross exchange rate.

- A) 0.6250.
  - B) 4.0000.
  - C) 0.2500.
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### Question #8 of 22

Question ID: 1573118

Assume the exchange rate between the Trotter (TRT) and the Roeckl (RKL) is 5.50 TRT/RKL and the exchange rate between the Roeckl and the Passage (PSG) is 8.00 RKL/PSG. The cross rate between the PSG and the TRT is *closest* to:

- A) 0.0227 PSG/TRT.
  - B) 44.00 PSG/TRT.
  - C) 0.6875 PSG/TRT.
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### Question #9 of 22

Question ID: 1573117

The Japanese yen is trading at JPY/USD 115.2200 and the Danish krone (DKK) is trading at JPY/DKK 16.4989. The USD/DKK exchange rate is:

- A) 0.1432.
  - B) 6.9835.
  - C) 0.5260.
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### Question #10 of 22

Question ID: 1573124

The spot exchange rate between the U.S. dollar and the euro is 1.2749 USD/EUR. The 90-day forward exchange rate is quoted as +12.4 points. The forward exchange rate is *closest* to:

- A) 1.2761 USD/EUR.

**B)** 1.3989 USD/EUR.

**C)** 1.4329 USD/EUR.

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**Question #11 of 22**

Question ID: 1573129

When forward currency exchange-rate contracts are available, the difference between the spot and forward exchange rates for a pair of currencies is *most likely* to reflect the difference between the two countries':

**A)** economic growth rates.

**B)** risk-free interest rates.

**C)** annual inflation rates.

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**Question #12 of 22**

Question ID: 1573130

The spot exchange rate for Canadian dollars (CAD) per Swiss franc (CHF) is 1.1350 CAD/CHF and the 12-month forward exchange rate is 1.1460 CAD/CHF. The forward quote is a:

**A)** discount of 110 points and the CAD is at a forward discount to the CHF.

**B)** premium of 11 points and the CAD is at a forward premium to the CHF.

**C)** premium of 110 points and the CAD is at a forward discount to the CHF.

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**Question #13 of 22**

Question ID: 1573121

The spot exchange rate is 1.1132 GBP/EUR and the 1-year forward rate is quoted as +1349 points. The 1-year forward exchange rate for GBP/EUR is *closest to*:

**A)** 1.1267.

**B)** 1.2481.

**C)** 1.2634.

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### Question #14 of 22

Question ID: 1573127

Country G and Country H have currencies that trade freely and have markets for forward currency contracts. If Country G has an interest rate greater than that of Country H, the no-arbitrage forward G/H exchange rate is:

- A) equal to the G/H spot rate.
  - B) greater than the G/H spot rate.
  - C) less than the G/H spot rate.
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### Question #15 of 22

Question ID: 1573119

The spot exchange rate for CHF/EUR is 0.8342 and the 1-year forward quotation is  $-0.353\%$ . The 1-year forward exchange rate for EUR/CHF is *closest to*:

- A) 1.2022.
  - B) 0.8313.
  - C) 1.2029.
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### Question #16 of 22

Question ID: 1573122

If the AUD/CAD spot exchange rate is 0.9875 and 60-day forward points are  $-25$ , the 60-day AUD/CAD forward rate is *closest to*:

- A) 0.9900.
  - B) 0.9850.
  - C) 1.0125.
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### Question #17 of 22

Question ID: 1573128

The three-month interest rate in the currency MNO is 4% and the three-month interest rate for the currency PQR is 5%. Based only on this information, the three-month forward MNO/PQR exchange rate:

- A) is greater than spot MNO/PQR.
  - B) may be greater than or less than spot MNO/PQR.
  - C) is less than spot MNO/PQR.
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**Question #18 of 22**

Question ID: 1573114

An analyst observes that one U.S. dollar is worth eight Mexican pesos (MXN) or six Polish zlotys (PLN). The value of one PLN in terms of MXN is *closest* to:

- A) 0.7500.
  - B) 7.0000.
  - C) 1.3333.
- 

**Question #19 of 22**

Question ID: 1573112

Given an exchange rate of USD/CAD 0.9250 and USD/CHF 1.6250, what is the cross rate for CAD/CHF?

- A) 0.5692.
  - B) 1.5032.
  - C) 1.7568.
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**Question #20 of 22**

Question ID: 1573125

If the no-arbitrage forward exchange rate for a euro in Japanese yen is less than the spot rate, then the interest rate in:

- A) Japan is less than in the Eurozone.
  - B) Japan is the same as in the Eurozone.
  - C) the Eurozone is less than in Japan.
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**Question #21 of 22**

Question ID: 1573115

If the exchange rate between the U.S. dollar and the Canadian dollar is USD/CAD 0.6403, and the exchange rate between the Canadian dollar and the UK pound sterling is CAD/GBP 2.5207, the exchange rate between the U.S. dollar and the UK pound sterling, stated as GBP/USD, is *closest* to:

- A) 1.6140.
  - B) 3.9367.
  - C) 0.6196.
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**Question #22 of 22**

Question ID: 1573123

The spot CHF/EUR exchange rate is 1.2025. If the 90-day forward quotation is +0.25%, the 90-day forward rate is *closest to*:

- A) 1.2000.
- B) 1.2050.
- C) 1.2055.