

## ICBRR<sup>Q&As</sup>

International Certificate in Banking Risk and Regulation (ICBRR)

### Pass GARP ICBRR Exam with 100% Guarantee

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

<https://www.leads4pass.com/icbrr.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**

A trader inadvertently booked a trade with incorrect information. A subsequent market move resulted in a gain to the bank. Should the bank include this amount of gain into its operational loss event data program?

A. The bank should include this gain in its operational loss event data program as a gain realized due to operational risk events.

II. The bank should include this gain in its operational loss event data program as it indicates that a control failed or a process is flawed.

III. The bank should include this event in its operational loss event data program and record the gain as a loss resulting from operational risk. The bank should not include this event in its operational loss event data program as it is not a loss event, but a market risk event.

B. I and II

C. II and III

D. I, II and III

E. I and III

Correct Answer: A

---

**QUESTION 2**

Gamma Bank is active in loan underwriting and securitization business, and given its collective credit exposure, it will be typically most interested in the following types of portfolio credit risk:

A. Expected loss

II. Duration

III. Unexpected loss

IV. Factor sensitivities

B. I

C. II

D. I, III

E. I, III, IV

Correct Answer: D

---

**QUESTION 3**

Which one of the following four statements correctly defines chooser options?

- A. The owner of these options decides if the option is a call or put option only when a predetermined date is reached.
- B. These options represent a variation of the plain vanilla option where the underlying asset is a basket of currencies.
- C. These options pay an amount equal to the power of the value of the underlying asset above the strike price.
- D. These options give the holder the right to exchange one asset for another.

Correct Answer: A

---

**QUESTION 4**

Which of the following attributes of duration gap model typically cause criticism?

- A. Basis risk
- II. Errors in the linear model
- III. Costs of immunization
- IV. Constant nature of calculation

B. I, II

C. II, III, IV

D. I, II, III

E. I, III, IV

Correct Answer: C

---

**QUESTION 5**

What are the add-on losses faced by a bank that is going bankrupt?

- A. The discount accepted by the bank for selling its assets in a fire sale.
- II. The increased cost of funding liabilities in a financially distressed situation.
- III. The reduction in the present value of future growth opportunities.
- IV. Loss of goodwill and intangible assets.

B. I, II

C. II, III, IV

D. III, IV

E. I, II, III, IV.

Correct Answer: D

---

[ICBRR Practice Test](#)

[ICBRR Study Guide](#)

[ICBRR Exam Questions](#)