



FINRA-SERIES-7^{Q&As}

FINRA General Securities Representative Examination (GS)

Pass FINRA FINRA-SERIES-7 Exam with 100% Guarantee

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

<https://www.pass4itsure.com/finra-series-7.html>

100% Passing Guarantee
100% Money Back Assurance

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

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



**QUESTION 1**

If recaptured deductions are added to income, recaptured investment tax credits are added to:

- A. income
- B. basis
- C. gains
- D. taxes

Correct Answer: D

taxes. Tax credits are not deductible expenses and have no effect on basis.

QUESTION 2

Bubba is buying a Federal Home Loan Bank issue that is offered at 95.22. How much will he pay to purchase one bond?

- A. \$95.22
- B. \$951.63
- C. \$952.20
- D. \$956.88

Correct Answer: D

\$956.88. The price of 95.22 means 95 and 22 / 32. One thirty-second of a \$1,000 bond with a par of 100.00 is \$0.3125. Twenty-two thirty-seconds is therefore about \$6.88. The 95 is the percentage of one bond with a par value of \$1,000. Multiplying 95% by \$1,000 equals \$950. Adding \$6.88 plus \$950 equals \$956.88.

QUESTION 3

Which of the following statements about the custodian for an open-end mutual fund is correct?

- A. the custodian performs all management, supervisory, or investment functions
- B. the custodian may perform an essential clerical service for the fund and its shareholders
- C. the custodian takes part in the sale of fund shares
- D. the custodian affords protection against decline in value of fund shares

Correct Answer: B

the custodian may perform an essential clerical service for the fund and its shareholders. The custodian holds the cash and securities of the investment company and performs the bookkeeping functions. It does not have a supervisory role.

**QUESTION 4**

Bubba has a short margin account with a short market value of \$22,000, a credit balance of \$42,000, and SMA of \$500. What is the equity in Bubba's account?

- A. \$500
- B. \$20,000
- C. \$20,500
- D. \$37,000

Correct Answer: B

\$20,000. The equity in a short margin account is equal to the credit balance minus the short market value. SMA is not considered when computing equity.

QUESTION 5

In the offering of new securities, members of the syndicate are permitted to sell to other dealers less the reallowance. The amount of the reallowance is determined by:

- A. the FINRA
- B. the issuing corporation
- C. the syndicate manager
- D. the SEC

Correct Answer: C

the syndicate manager. The reallowance as well as the selling concession given to selling group members are determined by the managing underwriters.

[FINRA-SERIES-7 PDF
Dumps](#)

[FINRA-SERIES-7 VCE
Dumps](#)

[FINRA-SERIES-7
Braindumps](#)