

Ethics and Code of Conduct (10 questions)

1. Which of the following situations may be acceptable?

- a. You give an advice to your client for buying USD because you heard a rumor that there will be a coup tonight.
- b. On your birthday, your client gives you an ink pen worth THB 500.
- c. To celebrate your promotion, you set up a small party in the dealing room after office hours where everyone enjoys champagne with small snacks.
- d. As a guest speaker at a university, you give an example case on how to hedge FX exposure. In order to ensure that it is real, you mention the name and all financial details of your clients.

Answer B

2. Which of the following statements describes the FX Global Code?

- a. It provides a common set of guidelines to promote the integrity and effective functioning of the wholesale FX market.
- b. It imposes legal or regulatory obligations on Market Participants.
- c. It prohibits all employees from accepting special treatment from any person.
- d. It substitutes for Banking and FX regulations.

Answer A

3. Which of the following statements relating to dealing for personal account is correct?

- a. Dealers are obliged to disclose his personal account with the various brokers or financial institutions to the compliance because it is personal in nature.
- b. Dealers must be aware of their responsibilities to avoid any conflicts of interest with their professional roles while dealing for personal accounts, including seeking relevant pre-approvals prior to dealing where required.
- c. Dealers should strictly not be allowed to deal for personal accounts.
- d. Dealers cannot execute any personal trade on the same securities placed by customers.

Answer B

4. Which of the following statements relating to Confidential Information is NOT correct?

- a. Confidential Information include past, present and future Client trading activity.
- b. Market Participants should not disclose Confidential Information except to those individuals who have a valid reason to receive such information.
- c. Market Participants should not disclose Confidential Information except to those unauthorized parties who trade such information with another Confidential Information.
- d. Market Participants should not solicit Confidential Information.

Answer C

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5. Which of the following statements relating to segregation of duties is correct?
- a. Traders are not allowed to share any trading profit and loss report with the middle office.
 - b. Back office should not have any personal communication with front office.
 - c. Management should establish proper segregation of duties between the front office, middle office and back office.
 - d. It is acceptable for front office, middle office and back office to share access to each of their respective systems.

Answer C