

(NO. OF PAGES:)

(FOR THE CANDIDATES ADMITTED

22UBI514

DURING THE ACADEMIC YEAR 2022-23 ONLY)

REG.NO. :

N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI

END-OF-SEMESTER EXAMINATIONS : NOV-2024

B.COM- Banking and Insurance

MAXIMUM MARKS: 50

SEMESTER : V

TIME : 3 HOURS

PART - III

22UBI514 – INTERNATIONAL BANKING

SECTION – A

(10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.(K1)

1. What does FEMA stand for?
 - a) Foreign Exchange Management Act
 - b) Foreign Economic Management Act
 - c) Foreign Exchange Monetary Act
 - d) Foreign Economic Monetary Act
2. Which party issues a Letter of Credit?
 - a) The buyer b) The seller c) The buyer's bank d) The seller's bank
3. Which of the following is a form of Pre-shipment Finance?
 - a) Export Packing Credit (EPC) b) Bill Discounting
 - c) Deferred Payment Credit d) Letter of Credit
4. The Asian Development Bank (ADB) primarily focuses on which region?
 - a) Africa b) Europe c) Asia and the Pacific d) South America
5. Which of the following is a type of risk that involves the possibility of a counterparty defaulting on a contract?
 - a) Market risk b) Credit risk c) Legal risk d) Environmental risk

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES

(K2)

6. Indicate the meaning of International Banking.
7. Define Letter of credit.
8. Tell the meaning of trade credit.
9. Expand IBRD and IDA
10. Explain about Hedging.

SECTION – B

(5 X 3 = 15 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K3)

- 11. a) Show the functions of foreign exchange markets.
(OR)
b) Discover the various modes of transmission in foreign exchange.
- 12. a) Sketch the operations of letter of credit
(OR)
b) List the documents used in letter of credit.
- 13. a) Examine the objectives of export finance.
(OR)
b) Find the basic documents needed for export finance.
- 14. a) Assess the functions of IDA
(OR)
b) Interpret the role of ECGC in foreign exchange.
- 15. a) Find the objectives of risk management and control.
(OR)
b) Sketch the features of spot and forward contracts.

SECTION – C

(5 X 5 = 25 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.

(K4 (Or) K5)

- 16. a) Analyze the factors determining exchange rates.
(OR)
b) Outline the exchange rate mechanism in detail
- 17. a) Discuss the various types of letter of credit.
(OR)
b) Determine the advantages and disadvantages of letter of credit.
- 18. a) Point out the various kinds of export finance.
(OR)
b) Analyze the exchange and trade guidelines for importers.
- 19. a) Interpret the functions of World Bank.
(OR)
b) Discuss the various operational activities of IFC.
- 20. a) Categorize the various types of risks in international trade.
(OR)
b) Investigate the basic risk management framework.
