

Enrollment No.....



Faculty of Commerce
End Sem Examination Dec 2024
CM3EB03 International Banking
Programme: B.Com. (Hons.) Branch/Specialisation: Commerce
Duration: 3 Hrs. **Maximum Marks: 60**

Note: All questions are compulsory. Internal choices, if any, are indicated. Answers of Q.1 (MCQs) should be written in full instead of only a, b, c or d. Assume suitable data if necessary. Notations and symbols have their usual meaning.

	Marks	BL	PO	CO	PSO
Q.1 i. International Banks facilitate:	1	2	5	2	
(a) Cross border trade and services					
(b) Cross border investments					
(c) Cross border lending and borrowing					
(d) Cross border buying					
ii. Which one of the following is not the function of the international bank?	1	2	5	2	
(a) To grant loan					
(b) To provide finance to Importers and Exporters					
(c) To provide finance in foreign currencies					
(d) Maintaining accounts of NRI					
iii. International Bank for Reconstruction and Development (IBRD) is popularly known as:	1	2	6	2	
(a) Central Bank of the country					
(b) International Monetary					
(c) World Bank					
(d) Bankers Banker					
iv. The original role of the International Monetary Fund (IMF) was to:	1	1	10	2	
(a) Oversee fixed exchange rates					
(b) Administer foreign aid					
(c) Provide assistance to developing nations in creating a stable currency system					
(d) All of these					

	[2]		[3]
v.	India's first white label ATM (WLA) was - (a) Vakrangee (b) Indicash (c) India1ATM (d) Money Spot A	1 1 5 3	OR iv. Write the functions of an International Banking Facility (IBF). 5 2 5 2
vi.	In Letter of Credit transaction, all the parties deal in: (a) Shipment of goods (b) Timely shipments of goods (c) Documents strictly as per terms and conditions of the LC. (d) Track record of buyer and seller	1 2 5 3	Q.3 i. What are International Financial Institutions? 2 2 6 2 ii. Describe the types of International Financial Institutions (IFI). OR iii. Explain the role and objectives of International Financial Institutions? 8 3 10 3
vii.	Exchange rate for currencies is determined by supply and demand in system of: (a) Fixed exchange rate (b) Flexible (c) Constant (d) Govt. regulated	1 3 10 3	Q.4 i. Write the types of cheques. 3 2 5 3 ii. What are the differences between cheque and demand draft? OR iii. Write the short note on: (a) International Debit Card (b) International Credit Card (c) Forex Card 7 3 10 3
viii.	The reduction in the value of a currency due to market forces is known as: (a) Appreciation (b) Depreciation (c) Sometimes appreciation and sometimes depreciation (d) None of these	1 4 10 3	Q.5 i. What do you mean by Foreign Exchange Market? Write the features of it. 4 3 5 4 ii. Describe the International Financial Transactions with examples. OR iii. Write the meaning and types of exchange rates. 6 3 6 4
ix.	Balance of payment records _____ transactions of the country with outsiders. (a) Bilateral (b) Unilateral (c) Economic (d) All of these	1 2 12 4	Q.6 i. Attempt any two: i. Describe the balance of trade and balance of payment. ii. What is the structure of BOP? 5 3 10 5 iii. Write the causes of disequilibrium in the balance of payments 5 5 12 5
x.	Invisible items in balance of payments include: (a) Foreign remittances (b) Income from tourists (c) Internet charges (d) All of these	1 2 6 5	
i.	What do you understand by International Banking?	2 2 5 1	*****
ii.	Why do we need International Banking?	3 3 5 2	
iii.	What services are provided by International Banks?	5 3 5 2	

Marking Scheme

CM3EB03 International Banking

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Q.1	i) a) Cross Border Trade and Services ii) d) Maintaining accounts of NRI iii) c) Ans world bank iv) a) Oversee fixed exchange rates v) b) Indicash vi) c) Documents strictly as per terms and conditions of the LC. vii) b) Flexible viii) b) Depreciation ix) c) Economic x) d) All of the above	1 1 1 1 1 1 1 1 1 1 1	Q.4 OR Q.5 OR Q.6	i. Write the types of Cheques. 3 ii. What is the difference in between cheque and demand draft. 7 iii. Short note on :- International Debit Card 2.5 International Credit Card 2.5 Forex Card 2 i. Meaning of Foreign Exchange Market. 2 Features of Foreign Exchange Market. 2 ii. Describe the International financial transactions with examples. 6 iii. Meaning of exchange rates. 2 Types of exchange rates. 4 i. Meaning of balance of trade 2.5 Meaning of balance of payment. 2.5 ii. Structure of BOP 5 iii. Causes of disequilibrium in the balance of payments 5
Q.2	i. Meaning of International Banking ii. Needs of Internatinal Banking iii. Services are provided by Internatinal Banks iv. Functions of an International Banking Facility (IBF).	2 3 5 5		*****
Q.3	i. Meaning of International Financial Institutions. ii. Types of International Financial Institutions (IFI). iii. Role of International Financial Institutions Objectives of International Financial Institutions?	2 8 4 4		