

Q.P. Code : 00000103**[Time: 2½ Hours]****[Marks:75]**

Please check whether you have got the right question paper.

- N.B:
1. All questions are compulsory
 2. Figures to the right indicate full marks.

Q. 1 A) What do you mean by International Bank? Explain its features. (8)

B) What is Capital Account Convertibility? Bring out its merits and demerits. (7)

OR

C) Write a detailed note on World Bank. (8)

D) Discuss the various guarantees issued by the banks for the project export. (7)

Q. 2 A) What do you understand by FDI? Discuss its advantages and disadvantages. (8)

B) Distinguish between ADR and GDR. (7)

OR

C) Discuss the various methods of making payment in International market. (8)

D) Explain in brief the characteristics and functions of Offshore Financial Centers. (7)

Q. 3 A) Discuss in detail the concept of Non-Performing Asset. (8)

B) What are the different risks involved in International Lending? (7)

OR

C) What is Eurobond? Explain its features. (8)

D) Bring out in detail the need and function of Asset Liability Management. (7)

Q.P. Code : 00000103**Q. 4 A)** Explain the need for International Financial Architecture in the light of economic crisis. **(8)**B) Discuss different factors affecting Foreign Exchange rates. **(7)****OR**C) Calculate the Rate of following currencies against Indian rupees. **(8)**

| | Bid | Ask |
|-----------|---------|---------|
| 1 USD INR | 60.3000 | 60.4000 |
| 1 GBP USD | 1.8100 | 1.8110 |
| 1 EUR USD | 1.2050 | 1.2060 |
| 1 USD JPY | 113.80 | 113.90 |
| 1 USD CHF | 1.2970 | 1.2980 |

D) Calculate forward rate of Dollar to Rupee **(7)**
Spot Rupee against Dollar = Rs.60.6010/60.6050

| Dollar to Rupee | Swap Point |
|-----------------|------------|
| 1 Month | 2000/2100 |
| 2 Months | 2200/2300 |
| 3 Months | 2400/2500 |
| 4 Months | 2600/2700 |

Q. 5 Write short notes on **any three** out of five. **(15)**

- Gold Standard System
- NEFT
- Pre-Shipment Finance
- Capital Adequacy Ratio
- Balance of Payment