

J.B.F. FEB. 2014

QP Code : 05278

(2½ Hours)

[ Total Marks : 75

- N.B.** (1) All questions are **compulsory**.  
 (2) All questions carry **equal** marks.  
 (3) **Figures** to the **right** indicate **full** marks.

1. (a) Explain different exchange rate system based on gold ? 7  
 (b) Explain different International Payment Systems ? 8

**OR**

- (c) What are the different ways of export finance ? 7  
 (d) Enumerate term bit-coins. Explain its advantages and disadvantages ? 8

2. (a) What is ADR ? Explain different types of ADR ? 7  
 (b) What is offshore bank ? Explain features and activities of offshore banks ? 8

**OR**

- (c) Give distinction between ADR and GDR ? 7  
 (d) What do you mean by FDI ? What are its advantages and disadvantages ? 8

3. (a) What is Eurobond ? Explain merits of Eurobond to borrowers and investors ? 7  
 (b) What is loan syndication ? Explain the process and types of loan syndication ? 8

**OR**

- (c) Which are the short term and long term instruments in Euro Currency Market ? 7  
 (d) Enumerate Basel II provision of international lending ? 8

4. (a) What is International Financial Architecture ? Explain its need and importance ? 7  
 (b) Explain different categories of country risks ? 8

**OR**

- (c) Calculate the rate of following currencies against Indian Rupee :— 7

|           | Bid     | Ask     |
|-----------|---------|---------|
| 1 USD INR | 60.8010 | 60.9020 |
| 1 GBP USD | 2.0300  | 2.0320  |
| 1 USD CHF | 1.1700  | 1.1850  |
| 1 EUR USD | 1.4080  | 1.4090  |

- (d) Calculate the forward rates from the following data :— 8  
 Interback spot Euro against dollar is

|          |               |
|----------|---------------|
| 1 EUR    | 1.2860 / 2880 |
| 1 month  | 2000 / 2010   |
| 2 months | 2200 / 2050   |
| 3 months | 2300 / 2400   |

5. Writes short notes on any **three** out of five :—
- (a) Capital Account Convertibility
  - (b) Documentary Bills
  - (c) Spot Vs. Forward contract
  - (d) FDI Vs. FII
  - (e) Non Performing Assets