

Vidya Vikas Mandal's
 Shree Damodar College of Commerce & Economics, Margao-Goa
 TY B.Com, Semester-VI, Semester End Examination, January 2021(OC 45)
 Banking & Financial Services (Major -II), Old Course

Duration: 2hrs

Max Marks: 80

Instructions: i) All questions are compulsory, however internal choice is available
 ii) Figures to the right indicate maximum marks
 iii) Answer each question on a new page
 iv) Answer to question number 3 to 6 must be of approximately 400 words each.

Q1. Answer any four of the following in approximately 100 words each. (4x4=16)

- a) Explain arbitrage with an example.
- b) State four characteristics of foreign market.
- c) Write a note on purchasing power parity theory.
- d) What is international money market.
- e) What is euro-currency market?
- f) Comment on the benefits of off-shore finance.

Q2. Answer any four of the following in approximately 100 words each. (4x4=16)

- a) State any 4 export promotion measures taken by government.
- b) What is bill of lading?
- c) What are shipping documents? Explain any two documents.
- d) Highlight any four functions of EXIM bank.
- e) Explain any 2 types of letter of credit.
- f) If Mumbai quotes Indian rupees at dollar 1.9850 per Rs. 100 and London quotes New York at \$1.7850 per dollar 1. What is the cross rate for Rupees against US dollar?

Q3. A How are foreign exchange rates determined? 12

OR

Q3. B Discuss the different exchange rate system in detail. 12

Q4. A What are NRI accounts? Explain the different types of NRI accounts. 12

OR

Q4.B Outline the working of Asian Currency Market and Petro Dollar Market. 12

Q5.A Explain different types of guarantees issued by ECGC to commercial banks. 12

OR

Q5.B Explain in detail the different types of financial facilities provided by EXIM bank to Indian exporters. 12

Q6.A Explain with an example direct and indirect quotations. 12

OR

Q6. B Discuss the various factors influencing exchange rate. 12