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**MASTER OF COMMERCE (M.COM.)**  
**EXAMINATION :MAY - 2022**  
**FORTH SEMESTER**  
**Sub: International Banking (MCB-411)**

**Date:19/05/2022**

**Total Marks :100**

**Time: 10.00 am to 1.00 pm**

**Instructions:**

- 1) All questions are compulsory.
- 2) Figures to the right indicate full marks.

**Q.1 Answer the following questions. (Attempt any three) (30)**

1. Define the terms “International Trade”, “Current Account”, “Capital Account”, “Balance of Trade”, “Balance of Payment”.
2. What do you mean by Special Economic Zone (SEZ)? Explain the importance of SEZ in the context with Indian economy.
3. Explain in detail the norms of Basel-I, II and III as the risk management initiatives taken for international banking?
4. What is the importance of International Banking? Explain the various structures of International Banking.
5. What are the types of R returns to be submitted by banks to RBI and why?

**Q.2 Answer the following. (Attempt any three) (30)**

1. How far EXIM bank has been able to fulfill its role?
2. What is the relevance of Letter of Credit to customers? Explain the various types of LCs.
3. What is the importance of FEMA in context of Indian Banks?
4. Explain the functions of DGFT
5. Relevance of ‘International Financial Centers’

**Q.3 Write short notes. (Attempt any four) (20)**

1. Inter-bank banking
2. R>Returns
3. Currency Control
4. WTO
5. Monetary Fund
6. FERA

**Q.4 A Answer in One Sentence (Attempt Any Five) (10)**

1. Define International Chamber of Commerce
2. DGFT Full Form .
3. Full form of FERA
4. Full of RERA
5. Full of NEFT
6. Full form of RTGS
7. Foreign Control

**Q.4 B Select the Correct Alternatives (Attempt Any Ten)**

**(10)**

1. .... is an organization of 198 countries working to foster global monetary cooperation , secure financial stability, facilitate international trade, promote high employment and sustainable economic growth, and reduce poverty around the world.
  - a) The World Trade Organisation
  - b) The International Monetary Fund
  - c) The International Finance Corporation
  - d) The International Bank for Reconstruction and Development
2. .... provides a set of guidelines and framework for importers and exporters wanting to trade in India.
  - a) Ministry of Commerce, India
  - b) DGFT India – Director General of Foreign Trade
  - c) International Chamber of Commerce
  - d) Uniform Customs and Practices for Documentary Credit
3. The INCO Terms rules or International Commercial Terms are a series of pre-defined commercial terms published by the ..... that are widely used in a international commercial transactions or Procurement processes.
  - a) International Chamber of Commerce
  - b) International Finance Corporation
  - c) World Trade Organisation
  - d) International Financial Centre
4. .... is the provision of any form of financing that enables a trading activity to take place between domestic and foreign buyers / sellers.
  - a) Foreign Trade Financing
  - b) Domestic Trade Financing
  - c) Bank Financing
  - d) Trade Financing
5. .... means the types of controls that governments put in place to ban or restrict the amount of foreign currency or local currency that is allowed to be traded or purchased.
  - a) Currency Control
  - b) Foreign Control
  - c) Exchange Control
  - d) Monetary Control
6. .... aims to reduce poverty in middle-income countries and creditworthy poorer countries by promoting sustainable development through loans, guarantees, risk management products and analytical and advisory services.
  - a) The World Trade Organisation
  - b) The International Monetary Fund
  - c) The International Finance Corporation
  - d) The International Bank for Reconstruction and Development
7. The creation of a Subsidiary office is the simplest form of extension as it formed for an initial investigation of the foreigner banking market.
  - a) True
  - b) False
  - c) Can't say
  - d) None of the above
8. Correspondent banking is a relationship between banks which have accounts with each other to settle their interbank transaction.
  - a) True
  - b) False
  - c) Can't say
  - d) None of the above
9. The WTO is an organization that intends to supervise and liberalize international trade.
  - a) True
  - b) False
  - c) Can't say
  - d) None of the above
10. Asian Development Bank was conceived amid the post war rehabilitation and reconstruction efforts of the early 1960s to foster economic growth and cooperation in the region – then one of the poorest in the world.
  - a) True
  - b) False
  - c) Can't say
  - d) None of the above

