

<b>Name:</b>	 <b>UPES</b> UNIVERSITY WITH A PURPOSE
<b>Enrolment No:</b>	

**UNIVERSITY OF PETROLEUM AND ENERGY STUDIES**  
**Online End Semester Examination, December 2020**

<b>Course:</b> International Banking <b>Program:</b> B Com BMI <b>Course Code:</b> FINC 2028	<b>Semester:</b> III <b>Time</b> 03 hrs. <b>Max. Marks:</b> 100
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**SECTION A**

- 1. Each Question will carry 5 Marks**
- 2. Instruction: Complete the statement / Select the correct answer(s)**

S. No.	Question	CO
Q 1	<b>Foreign exchange transactions involve monetary transactions</b> A. Among residents of the same country B. Between the residents of two countries only. C. Between residents of two or more countries. D. Among residents of at least three countries.	CO3
Q2	<b>The anchor currency that was used in the original scheme of IMF was</b> A. US dollar.                      B. Euro. C. Pound Sterling.              D. Yen.	CO4
Q3	<b>The term risk in business refers to</b> A. chance of losing business. B. Chance of making losses. C. Uncertainty associated with expected event leading to losses or gains D. Threat from competitors	CO3
Q4	<b>A bank located usually in another country that provides service for another bank is</b> A. Foreign bank                  B. Central bank C. Correspondent bank        D. World bank.	CO3
Q5	<b>The market where long term securities (shares, bonds, etc) are bought and sold is called as</b> A. Money market                      B. Capital market C. Secondary Market                  D. primary market	CO2
Q6	<b>A bank located usually in another country that provides service for another bank is</b> A. Foreign bank                      B. Central bank C. Correspondent bank              D. World bank.	CO2

**SECTION B**

- 1. Each question will carry 10 marks**
- 2. Instruction: Write short / brief notes**

	Attempt any Five	
Q 7	“The Federal Reserve conducts the nation’s monetary policy by managing the level of short-term interest rates and influencing the availability and cost of credit in the economy”. Discuss this statement highlighting the Federal Reserve’s Monetary Policy Mandate and Why It Matters?	CO2
Q 8	Discuss the Structure and Function of The Federal Reserve Banks:	CO1
Q 9	Discuss the importance of Discount Window Lending as a Monetary Policy Tool.	CO2

Q 10	Discuss the various guarantees issued by banks for the project export.	<b>CO2</b>
Q 11	“RBI formulates, implements, and monitors India’s monetary policy. The RBI also manages all foreign exchange under the Foreign Exchange Management Act of 1999”. Discuss the role of RBI in controlling flow of money in economy and foreign exchange.	<b>CO3</b>
Q12	Discuss the goals and functions of the IMF.	<b>CO2</b>
<b>Section C</b>		
<b>1. Each Question carries 20 Marks.</b> <b>2. Instruction: Write long answer.</b> <b>3. Attempt any one</b>		
Q13	Discuss the case of Lehman Bros Bankruptcy and highlight the reason for the bankruptcy. Or Discuss the Enron Case and explain the reason Enron Fell from Grace?	<b>CO3</b>