Diploma in Islamic Banking Examination, October-2021 PART-II

202: International Trade and Finance

Time: 3 hours Full Marks: 100 Pass Marks: 45

(N.B.: Answer any 5 (five) of the questions given below.

The figures in the right margin indicate full marks.)

1.	a)	Define Balance of Trade and Balance of Pays	ment.	4		
	b)	What are the components of Balance of Trad	e and Balance of Payment?	4		
	c)	What is the difference between Balance of Tr	rade and Balance of Payment.	8 4		
	d)					
2.	a)	What do you mean by International Financial Market?				
	b)					
	c)	Does Islamic Economics support international	al financial market?	5 5 6		
	d)	What are Financial Derivatives? Explain.		4		
3.		Explain any five (05) of the following terms		5x4=20		
		i) Credit VS. Contract ii)				
			Clean Transport Documents			
			Banking Day			
		F. D. B. C. B.	i) Commercial Invoice			
4.	a)	Define Incoterms. State all Incoterms under		5		
	b)	Why the Inco-terms so important in the inter-		5		
	c)	Describe responsibilities of both buyer and se		10		
5.	a)	Discuss about Pre-Shipment and Post-Shipm	. Na 1. Na	10		
	b)	Describe Factoring and Forfeiting with its op	erational procedures.	10		
6.	a)	What do you mean by UPAS L/C? Narrate	the rules and procedures of opening UPAS L/C	8		
		and settlement thereof.				
	b)	Define EDF and MFCI. What are the proceed	lures for disbursement and realization/settlement	12		
		of EDF and MFCI?		2		
7.	a)					
	b)					
		Bangladesh.				
	c)					
		exchange rate for purchasing the above bill under Bai-as-Sarf and total value to be paid to				
		the customer under following data:	1.4000			
		i) EURO/USD Rate	1.1870-1.1875			
		USD/BDT Rate	84.8050-84.8070			
		ii) Transit Period	21 days (1 Year-360 days)			
		iii) Collection Charge	0.25%			
		iv) Bank's Profit	7% P.A			
		v) Postage Charge	Tk. 0.15 per EURO			
		vi) Foreign Correspondence Charge	Tk. 0.10 per EURO	5x4=20		
8.		Write short notes on any 5 (Five) of the following:				
		a) Bill of Entry	b) Dealing Room			
		c) Duty Draw Back	d) Short Position			
		e) Trade Based Money Laundering (TBML)				
		g) ACU	h) Suppliers Credit.			

The End

5)	a.	What is Risk Management?	4
	b.	Why the investment risk management is so important? Discuss.	8
	c.	Differentiate between 'Business Risk' and 'Financial Risk'.	8
6)	a.	Define Ratio Analysis.	3
	b.	Describe the objective of using ratio analysis by various parties concerned.	7
	c.	The balance sheet of ABC corporation ended on 31st December-2020 is cited below:	10

Assets	Amount (Tk.)	Liability & Equity	Amount (Tk.)	
Cash	2,65,000	Accounts Payable	2,20,000	
Accounts Receivable	2,80,000	Accrued Taxes	80,000	
Inventory	75,000	Long term bonds	2,50,000	
Plant & Machinery	2,80,000 1,00,000 10,00,000	Common stocks Retained earnings	3,00,000 1,50,000	
Investment				
Total Assets		Total Liability &	10,00,000	
		Equity		

- Sales for the year ended on 31st December 2020 was Tk. 5,00,000/=
- Cost of goods sold was Tk. 3,00,000/=
- The Net Profit After Tax (NPAT) was Tk.1,00,000/=

Now complete the following ratios:

- i) Current Ratio vi) Inventory Turnover Ratio ii) Quick Ratio vii) Net Profit Margin Ratio iii) Debt to Total Assets Ratio viii) ROI
- iv) Asset Turnover Ratio ix) ROE v) Receivable Turnover Ratio x) ROA
- a. What is Investment Pricing? What are the building blocks of investment pricing?
 b. What are Problem Assets? Describe appropriateness of rescheduling as a means to 6 manage Non Performing Investment.
 - c. What is Write Off? Discuss the procedure of writing off Non Performing Investment 7 (NPI) as per BRPD circulars of Bangladesh Bank.
- 8) Write short notes on any 05 (five) of the following: 5x4=20
 - a. Concentration Risk
 - b. Syndicated Investment
 - c. Discounted Payback Period
 - d. ROE and ROA
 - e. Stress Testing
 - f. IRR Vs NPV
 - g. Creation of Charge and Mortgage
 - h. Capital Budgeting

The End