KEMENTERIAN PENDIDIKAN TINGGI
JABATAN PENDIDIKAN POLITEKNIK DAN KOLEJ KOMUNITI

BAHAGIAN PEPERIKSAAN DAN PENILAIAN
JABATAN PENDIDIKAN POLITEKNIK DAN KOLEJ KOMUNITI
KEMENTERIAN PENDIDIKAN TINGGI

JABATAN PERDAGANGAN

PEPERIKSAAN AKHIR

SESI II : 2023/2024

DPP50093: INTERNATIONAL FINANCIAL MANAGEMENT

TARIKH   : 27 MEI 2024
MASA   : 11.30 PAGI – 1.30 PETANG (2 JAM)

Kertas ini mengandungi **EMPAT (4)** halaman bercetak.
Bahagian A: Struktur (4 soalan)

Dokumen sokongan yang disertakan : Tiada

JANGAN BUKA KERTAS SOALAN INI SEHINGGA DIARAHKAN

(CLO yang tertera hanya sebagai rujukan)

INSTRUCTION:

This section consists of **FOUR (4)** structured questions. Answer **ALL** questions.

QUESTION 1

CLO1   (a) Describe the term flow of funds in economy

[5 marks]

CLO1   (b) Elaborate the term of trade financing schemes below :

      (i)   Leasing

      (ii)   Hire purchase

      (iii)   Counter trade

      (iv)   Bank Guarantee

[10 marks]

CLO1   (c) Forfeiture and factoring are the methods available in trading finance. Write **FIVE (5)** differences between two methods above in terms of transaction structure, risks, and benefit.

[10 marks]

QUESTION 2

CLO1

    (a) Define the meaning of Foreign Exchange Market.

[5 marks]

CLO1

    (b) Explain briefly **FIVE (5)** types of Foreign Exchange Market

[10 marks]

CLO2

    (c) Assume the following:

        (i) US Dollar exchange rate for the Euro and Japanese Yen

            USD 1.00 = EUR 0.85

            USD 1.00 = JPY 110

            Calculate the direct quotation for EUR/JPY

[5 marks]

        (ii) British Pound Sterling exchange rate for the US Dollar and Australia Dollar

            GBP 1.00 = USD 1.35

            GDP 1.00 = AUD 1.82

            Calculate the indirect quotation for USD/AUD

[5 marks]

QUESTION 3

CLO2

    (a) Discuss **FIVE (5)** major determinants of exchange rate.

[10 marks]

CLO2

    (b) Consider the foreign exchange market for currency of Country X. The demand and supply equation for this currency is as follows:

$$Qd = 100 - 2P \text{ and } Qs = 50 + 3P$$

Where 'd' represents the quantity of country C and 's' represents the quantity supplied, both in millions of units and P is the exchange rate in terms of another currency.

(i) Based on the data above calculate the equilibrium exchange rate for Country X using demand and supply equation.

[10 marks]

(ii) Draw the equilibrium exchange rate based on the answer in (i)

[5 marks]

QUESTION 4

CLO1

(a) "Examine the pivotal role and functions of financial institutions within a modern economy. These institutions support savings, investment, and capital allocation for individuals and businesses. Write the role and function of different types of

CLO1

financial institutions, such as Commercial Banks and Non-Banking Financial Intermediaries

[10 marks]

(b) "The ethical dilemma of financial professional in the banking and investment sectors is often associated with financial risks. Therefore, various efforts have been made to manage risks and provide exposure to their clients and stakeholders. As a manager determine specific **THREE (3)** examples of ethical issues or cases related to risk disclosure and the potential consequences of ethical lapses in these contexts on ethical decision-making in the financial industry."

[15 marks]

SOALAN TAMAT