

SULIT



**BAHAGIAN PEPERIKSAAN DAN PENILAIAN
JABATAN PENDIDIKAN POLITEKNIK DAN KOLEJ KOMUNITI
KEMENTERIAN PENDIDIKAN MALAYSIA**

JABATAN PERDAGANGAN

PEPERIKSAAN AKHIR

SESI JUN 2018

DPP6013: INTERNATIONAL FINANCE

TARIKH : 01 NOVEMBER 2018

MASA : 11.15 PAGI - 1.15 TENGAHARI (2 JAM)

Kertas ini mengandungi **EMPAT (4)** halaman bercetak.

Esei (4 soalan)

Dokumen sokongan yang disertakan : Tiada

JANGAN BUKA KERTAS SOALAN INI SEHINGGA DIARAHKAN

(CLO yang tertera hanya sebagai rujukan)

SULIT

INSTRUCTION:

This section consists of **FOUR (4) ESSAY** questions. Answer all.

QUESTION 1

- CLO1
C1 (a) Define forward contract. [5 marks]
- CLO1
C2 (b) Describe **FIVE (5)** factors that can affect the bid/ask spread. [10 marks]
- CLO1
C3 (c) If the Japanese yen is quoted at $\text{US\$1} = \text{JPY } 100$, and $\text{US\$1} = \text{C\$1.2700}$.
Calculate what is the price of yen in Canadian dollar for
- i. direct quotation [5 marks]
 - ii. indirect quotation [5 marks]

QUESTION 2

- CLO1
C2 (a) Determine the situation that forward rate contains either premium or discount. [5 marks]
- CLO1
C3 (b) Illustrate the example to relate with situations below
- i. Speculators often sell currency futures when they expect the underlying currency to depreciate, and vice versa. [3 marks]
 - ii. Currency futures may be purchased by MNCs to hedge foreign currency payables, or sold to hedge receivables [3 marks]

iii. Holders of futures contracts can close out their positions by selling similar futures contracts. Sellers may also close out their positions by purchasing similar contracts.

[4 marks]

CLO1
C4

(c) Differentiate forward market and future market by using factors below:

FACTOR	FORWARD MARKET	FUTURE MARKET
Contract size		
Participants		
Marketplace		
Regulation		
Transaction cost		

[10 marks]

QUESTION 3

CLO2
C3

(a) Interpret about political risk that influences international trade.

[10 marks]

CLO2
C3

(b) Illustrate the process of transaction for cheque payments by using appropriate graph.

[15 marks]

QUESTION 4

- | | | |
|------------|---|------------|
| CLO3
C3 | (a) List down FIVE (5) advantages of overdraft. | [5 marks] |
| CLO3
C4 | (b) Determine forfeiting that helps exporter reduce risk of 'sale without recourse' | [10 marks] |
| CLO3
C4 | (c) Compare the advantages of Counter Trade and Bank Guarantee. | [10 marks] |

END OF QUESTION