

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

(a) Define forward contract.

CLO1
C1

[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 $US\$1 = JPY 100$, and $US\$1 = 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