



Time Allowed: 3 Hours

Maximum Marks:100

Finance of International Trade and Related Treasury Operations

Date: March 13, 2023

JAIBP (Stage-III)

Roll No:

Instructions:

- i. Attempt ALL questions;
- ii. Answers must be neat, relevant and brief;
- iii. In marking the answers, the examiner takes into account clarity of exposition, logic of arguments, presentation and language;
- iv. Read the instructions printed inside the top cover of answer script CAREFULLY before attempting the paper;
- v. DO NOT write your Name, Access No. or Roll no. etc. anywhere inside the answer script(s);
- vi. Candidates are advised not to mark any of the objective answer on the question paper, otherwise their paper will be cancelled;
- vii. Question Paper must be returned to invigilator before leaving the examination hall.

SECTION B: SUBJECTIVE

Attempt ALL Questions.

(55 Marks)

- Q1.** Briefly describe Freight Forwarder? Enlist any **FIVE** range of services which is usually provided by Freight Forwarder. **(8 Marks)**
- Q2.**
- A.** According to the, FE Manual, Chapter 13 of Imports, specify documents and procedures that are required to establish a letter of credit for the import of an old ship for scrapping. **(5 Marks)**
- B.** What are the prescribed manners for payment against import described in the FE Manual, Chapter 13 of Imports? **(3 Marks)**
- Q3.**
- A.** According to the Framework for Managing Risks of Trade Based Money Laundering by SBP, what is a Red Flag? **(2 Marks)**
- B.** Enlist any **EIGHT** common red flags identified during transaction due diligence mentioned in the Framework for Managing Risks of Trade Based Money Laundering by SBP. **(8 Marks)**
- Q4.** State any **FIVE** advantages of a Bill of Exchange in a trade transaction. **(5 Marks)**
- Q5.**
- A.** Define the term Factoring and specify the services that are offered under factoring. **(8 Marks)**
- B.** Briefly define Put Option and Call Option in the context of International Trade. **(4 Marks)**
- Q6.** Define the following terms in accordance with the international trade with at least one example. **(12 Marks)**
1. Legal Risk
 2. Transit Risk



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3. Fraud Risk
4. Cultural Risk

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