

Name :

Roll No. :

Invigilator's Signature :

CS/MBA/SEM-4 (FT)/SHM-402/2012

2012

MARITIME FINANCIAL MANAGEMENT

Time Allotted : 3 Hours

Full Marks : 70

The figures in the margin indicate full marks.

*Candidates are required to give their answers in their own words
as far as practicable.*

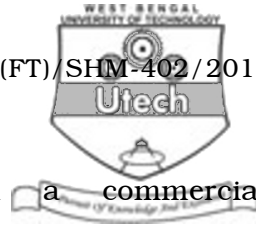
GROUP – A

(Multiple Choice Type Questions)

1. Choose the correct alternatives for any *ten* of the following :
10 × 1 = 10
- (i) Ship financial Management is for
 - a) All shareholders
 - b) All company officials
 - c) Selected company officials.
 - (ii) Shipping financial market is
 - a) Private market only
 - b) Public market only
 - c) Public and private market both.
 - (iii) Govt. policies influence shipping business because of
 - a) It deals with Import and Export
 - b) It deals with international cargo
 - c) It deals with international freight.



- (iv) Demands in shipping business reduces because of
 - a) Committees getting self-reliant
 - b) Inter-country relationship
 - c) Longer distance of travel.
- (v) The account in U.S.\$, maintained in U.S. by an India based bank is termed as a
 - a) NOSTRO Account
 - b) VOSTRO Account
 - c) LORO Account.
- (vi) A Bank in U.S. maintaining an account in India with an Indian Bank, will refer to the India based bank as
 - a) NOSTRO Account
 - b) VOSTRO Account
 - c) LORO Account.
- (vii) A bank in India reference to an U.S. Bank's account in Bangkok, Thailand will refer as
 - a) NOSTRO Account of U.S. Bank
 - b) VOSTRO Account of U.S, Bank
 - c) LORO Account of U.S. Bank.
- (viii) Instrument of payment in International Banking can be
 - a) Payment by cheque
 - b) Payment by Banker's cheque
 - c) Both of these.
- (ix) In international business, ex-change rate is affected by
 - a) Inflation
 - b) International trade surplus
 - c) Both of these.
- (x) Working hours of a Foreign Exchange Global market is open to
 - a) 8 hrs × 5 days of a week
 - b) 8 hrs × 7 days of a week
 - c) 24 hrs × 7 days of a week.



- (xi) Other market participants with a commercial International Bank, can be
- Commercial banks in same market
 - Commercial banks in different markets
 - Both of these.
- (xii) In a charter contract, payment is normally made to the ship-owner
- In advance
 - After reaching destination
 - After receipt of cargo.

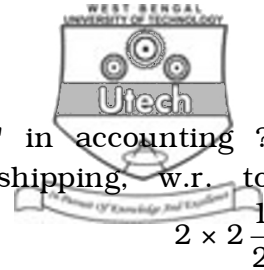
GROUP – B

(Short Answer Type Questions)

Answer any *three* of the following. $3 \times 5 = 15$

- Enlist reasons for fluctuations of exchange rates of a particular currency ? Answer their interactive influences through a diagram.
- In International banking, underline role of a correspondent bank is remittance. Name the different payment documents handled by correspondent bank in the process.
- What are key components or the information to be furnished in International T T remittance ?
- Explain the merits and demerits in intertional banking, paying through —
 - Payment by personal cheque.
 - Payment by draft.

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6. What is meant by "Credit" and "Debit" in accounting ? Explain the following operations in shipping, w.r. to credit/debit (any *two*) :

- (i) Procuring a vessel by a company
- (ii) Giving a vessel on long time charter
- (iii) Procuring spares for a vessel
- (iv) Buying a new office for the company.

GROUP – C

(Long Answer Type Questions)

Answer any *three* of the following. $3 \times 15 = 45$

7. Explain documentary credit system as used in International shipping business and the relevant document required for the purpose.
8. Outline objective of a shipping company balance sheet. Outline the salient heads normally used under "Liabilities" and "Assets" and their significance.
9. What are the different costs involved in a voyage ? How these are checked and controlled ?
10. What is "Line" in shipping business ? If a service provider to a ship is not getting paid for a long time what are the modes of redressal ?
11. Out line the process by which an aspirant shipper can book a ship/cargo space to deliver his/her cargo in International shipping. What risks are associated in the practice ?