**Name – Jayesh Kumar Pandya**

1. Packing credit is generally granted on basis of value of export order on

a CIF **b FOB** c. CFR d. C&I

1. The PCFC will be available for the maximum period of :

a. 90 days b. 180 days c. 270 days **d. 360 days**

1. What is Running Account Facility in packing credit?

Its provide to exporter from EOU & SEZ Area and those exporter who has very good Credit rating.

1. Banks collect interest on pre-shipment finance on which intervals
2. In Advance b. Fortnightly c. Monthly **d. on due date**
3. Can bank allow using forward contract booked earlier to avail PCFC? **YES**/NO
4. In Forward Booking via Anticipated Exposure with bank, within how many days the customer needs to submit the required documents before settlement?  **270 Days**
5. If the exporters/importers, books forwards over and above 75% of the available limit, will he be eligible for the gain occurred over the same? **YES**/NO
6. Whether PCFC loan proceeds can be credited to EEFC account of the indian exporter? **YES**/NO
7. Bank received request for $ 21,000 packing credit for making advance payment to overseas supplier of raw material, should bank oblige? YES/NO
8. Is PCFC as an instrument for hedging? **YES**/NO
9. Banks collect interest on Post shipment finance on which intervals
10. In Advance b. Fortnightly c. Monthly **d. on due date**
11. It is obligatory on the part of the exporter to realize and repatriate the full value of goods / software / services to India within \_\_\_\_\_\_ months from the date of export.
12. 3months **b. 9 months** c. 12 months d. 6months
13. Can interest be paid on EEFC accounts? YES/**NO**
14. How much of one’s foreign exchange earnings can be credited into an EEFC account?
15. 50% b. 75% **c. 100%**  d. depends on bank
16. How long one can keep fund in EEFC accounts?
17. One month b. Two Months c. depends on bank **d. last day of the succeeding** month
18. Whether the EEFC balances can be covered against forward contract?  **YES**/NO
19. An exporter approaches bank for booking forward contract to sell against the balance in EEFC A/c, can bank allow the forward contract booking?  **YES**/NO
20. Can import payment can be made from EEFC account? **YES**/NO
21. Can Export import Freight payment can be made from EEFC account? **YES**/NO
22. What you mean by crystallization of foreign currency Bills

Crystallization of foreign currency bill means Foreign Currency Bills to be crystalize and resailed money. and transfer the probable risk into reality.

1. Crystallisation of export bills is to be done
2. On the 10th day from the due date of the bills
3. Before the due date
4. On the 30th day from the notional due date/actual due date
5. **On the due date itself**
6. How many days is fixed as Normal Transit Period for Bills in Foreign Currencies?
7. 30days **b. 25days** c. 90days d. 45 days
8. If the fixed date of delivery or the last date of delivery option is a known holiday; the last date for delivery shall be the preceding working day ? **Yes** / No.
9. In the absence of any instructions from the customer, a Forward contract which has matured shall be cancelled by the bank within the **\_\_THREE\_\_\_\_\_** working day after the maturity date?
10. Is the customer shall be entitled to the exchange gain , when a contract is cancelled after the maturity date ?  **Yes** / No.
11. If no instruction is furnished to bank, is gain on forward contract then being passed on to customer? **Yes** / No.
12. What is Swap Cost in case of early delivery of a Forward contract? \_\_\_\_

Interest Amount of the same swaping period \_

1. What you mean by outlay of funds in case of early delivery of a contract? \_\_\_\_

Outlay of fund meaning diff between swap rate and original contract rate.

1. How to calculate outlay of funds?\_\_

30. INCOTERMS issued by ICC, Paris is called as :

a. Indian company terms b. **International Commercial Terms** c. International Contract terms d. None

31. The exporter should necessarily submit the export documents to the bank within:

a. 15 days from the date of the documents

b. 15 days from the date of shipment

c. 21 days from the date of the documents

d. **21 days from the date of shipment**

1. Within how many days from the date of export, exporter shall lodge the duplicate copy together with relative shipping documents and an extra copy of the invoice to the bank ?

**15 Days**

1. Within how many day from the date of receipt of advance payment, the exporter shall be under an obligation to ensure that the shipment of goods?  **365 Days/One Year**
2. Can an Exporter send export documents to importer directly by courier without through bank? **YES**/NO
3. If the fixed date of delivery or last date of delivery option is a holiday/declared a holiday in advance, the delivery shall be effected/delivery option exercised on the
4. **preceding working day**. b. succeeding working day
5. An exporter requested post shipment finance in Foreign currency against which packing credit was availed in Indian Rupee, should bank oblige ?
6. **Yes , it Allowed** b. No. Pre and post shipment should be in same currency
7. Interest Subvention is available to   
   a. all type of exports b. MSME exporters c. Goods exported from 416 HS code **d. b &c**
8. Rupee export credit is sanctioned at \_\_\_\_\_\_\_\_\_\_ of interest linked with \_\_\_\_\_\_\_\_?
9. Floating rate, MCLR rate b. fixed rate, base rate
10. Interest rate on Rupee export credit for SME linked with \_\_\_\_\_\_\_\_?
11. **Repo rate**  b. MCLR rate c. RBI Rate d. Libor rate of currency
12. Can An exporter avail of PCFC in US Dollar against an export order invoiced in Euro? **YES /**NO
13. Documents against Acceptance means
14. Sight Bill b. CAD bills c. **usance bill** d. none of this
15. Is PCFC in Euro cheaper than USD ? YES **/ NO** / SAME
16. If rupee is like to be depreciated in future which source of finance is better PCFC or RPC?
17. PCFC b**. RPC** c. no major difference
18. If exporter having balance in EEFC USD a/c , can he make import payment in EURO ? **YES** /NO
19. The loss of exchange difference on cancellation of forward contracts before the maturity date would be debited from customer account? Upfront / **On due date of contract**.
20. If export forward contract cancelled on maturity date, will bank deduct Cash/spot?  **YES** / NO
21. Can exporter avail preshipment finance against order for which full advance payment received? YES / **NO**
22. When Maturity Date of a Fx contract falls on a month end and the said day is declared as a holiday subsequently (without advance notice), the settlement should be
23. **preceding working day** b. succeeding working day
24. Can the option period of the forward contract exceed one month?  **YES** / NO
25. Can exporter book forward under option period window for the period of 4th Jan to 15th Jan ? **YES** / NO
26. Bank is charging interbank margin for early utilization of forward contract , is it correct ? **YES**/NO
27. A forward purchase contract has been booked by an exporter for USD 100,000/ delivery 3rd month. However, the documents are delivered in the first month.

Spot Rate on date of contract : USDINR 70.30

Forward Purchase Rate 3 months: 70.85

AFTER 1ST Month Rate

Spot rate (on the date of delivery) **70.40**-70.50

Forward Rate 2 months 70.70 - **70.80**

(Ignore interbank margin)

Calculate :

A ) Swap Cost: a. **40paisa**  b. 30paisa c.45 paisa d. 20 paisa

Outflow of fund : a. 40000 **b. 45000** c. 50000 **d. 42500**