

PAPER 3 : INTERNATIONAL TRADE AND FOREIGN EXCHANGE

Full Marks : 100

Module A: An Overview of Foreign Trade

- Importance and Trends of International Trade
- Composition and Trends of Bangladesh Foreign Trade
- The Role of WTO for Removal of Tariff and Non-Tariff Barriers
- Inco-Terms Terms Used in the International Trade
- Payments and Clearing Unions—EU, NAFTA, LAFTA, ACU
- Balance of Trade and Balance of Payments
- Salient Features of Export and Import Policies of Bangladesh
- Incentives Including GSP for Exports from Bangladesh

Module B: General Knowledge Regarding

- International Organizations Like IMF, World Bank, IFC, IDA, ADB, Islamic Development Bank (IDB), etc.

Module C: Role of Banks in Foreign Trade

- Methods of Settlement of Payments for International Trade
- Cross Border Fund Transfer Systems Including SWIFT and Other Forms of Electronic Fund Transfers
- Documents Used in International Trade and Their Scrutiny by the Banks
- Main Features of Uniform Customs and Practice for Documentary Credits (UCPDC) (ICC Publication No.600)
- Main Features Uniform Rules for Collection (ICC Publication No. URC 522)
- Arrangement for Settlement of International Payments: Correspondence Relationship, *Nostro* And *Vostro* Accounts

Module D: Protection Against Risk in Foreign Trade

- Precautions Against Common Frauds and Forgeries
- Protection Against Political and Economic Risks and
- Export Credit Guarantee Schemes in Force in Bangladesh

Module E: Exchange Control Regulations

- Salient Features of Foreign Exchange Regulation Act, 1947
- Exchange Control Regulations Regarding Forex Operation by Authorised Foreign Exchange Dealers
- Foreign Investment in Bangladesh Including Export Processing Zones
- Special Provisions in the Anti-Money Laundering Act, 2008 Affecting International Payments

Module F: Exchange Rates

- Changing Pattern of Exchange Rates Since World War I
- Factors Affecting Exchange Rates
- Various Types of Exchange Rates

- Management of Exchange Rates in Bangladesh

Module G: Foreign Exchange Markets

- In Bangladesh
- Overseas and
- Euro-Currency Market

Module H: Dealing In Foreign Exchange

- Foreign Exchange Positions
- Trading in Foreign Exchange
- Offshore Banking Operations
- Lending and Borrowing in Foreign Currencies and
- Derivatives in Foreign Currencies

Module I: Financing of Foreign Trade in Bangladesh

- Various Forms of Financing Exports From and Imports into Bangladesh
- Arrangements and Forms of Export From and Imports into Bangladesh
- Role of Bangladesh Bank Regarding Export and Import Finance

Module J: Exchange Arithmetic

- Selection of Buying and Selling Rates for Spot and Forward Transactions
- Calculation for Buying and Selling Rates—Spot, Forward and SWAP—for Export and Import Bills, Investment and Other Miscellaneous Payments.

References

- 0 Ali, Syed Ashraf: Foreign Exchange and Financing and Risk Management, 2nd Edition, Mowla Brothers (Dhaka, Bangladesh).
- 1 Andly, K. K. : Foreign Exchange.
- 2 Awasthi, G. D. Trade Payments (Academy of Business Studies, Delhi, India).
- 3 Keskatat. V. V. : Foreign Exchange An Introduction.
- 4 Lall, G. S. Finance of Foreign Trade and Foreign Exchange (HPJ Kappor, New Delhi.).
- 5 Verghese, S. K. : Foreign Exchange and Financing of Foreign Trade.
- 6 Watson, A. J. W. : Finance of International Trade (Institute of Bankers, London).
- 7 Whiting, D. P. : Finance of International Trade (McDonald & Evans).
- 8 Wheble B. S. : Uniform Rules for Collection (Chartered Institute of Bankers, London).