



Quiz

Transfer Pricing and Cross-Border Financing Part I

1. What was the approximate rate being charged by the US special purpose subsidiary, Chevron Texaco Funding Corporation, to Chevron Australia?
 - a. 11%
 - b. 7%
 - c. 5%
 - d. 9%
2. Why were there so many experts used in the *Chevron* case?
 - a. There wasn't, only 3 experts were used
 - b. This was the first case of its kind around the world
 - c. The trial judge didn't want to make any preliminary findings of fact himself because he could not be bothered
 - d. None of the experts were satisfactory so they had to continually get more experts on the same topics
3. What was the Chief Justice's position in the Federal Court of Appeal in regards to statutory interpretation?
 - a. Provisions should be read exactly as they are written
 - b. You should never look at the context of the provisions
 - c. A degree of flexibility is required when interpreting the provisions
 - d. Flexibility should not be applied when interpreting the provisions

4. Which of the following is not an area that was covered by any of the experts in *Chevron*?
- a. Transfer pricing
 - b. International law
 - c. Credit ratings
 - d. None of the above
5. What was the difference in the cash margin for the AUD loan in question in *Chevron*?
- a. 500 basis points
 - b. 350 basis points
 - c. 400 basis points
 - d. 250 basis points

Answers:

1. d 2. b 3. c 4. d 5. c