

Reg. No .....

Name .....

19P4034

**M. COM DEGREE END SEMESTER EXAMINATION - MARCH/APRIL 2019**  
**SEMESTER 4 : COMMERCE**

**COURSE : 16P4COMT18EL : INTERNATIONAL FINANCIAL MANAGEMENT**

*(For Regular - 2017 Admission and Supplementary - 2016 Admission)*

Time : Three Hours

Max. Marks: 75

**Section A**

**Answer any 10 (2 marks each)**

1. What do you mean by Balance of Trade?
2. Define the term visible items in BOP?
3. What is quota system in IMF?
4. What do you mean by Credit Tranche?
5. Write a short note on BIS.
6. Give the meaning of managed Float?
7. Write a short note on interest rate parity?
8. What is meant by a Joint Venture?
9. What is implied by Wholly Owned Subsidiary?
10. What do you mean by forward vertical FDI?
11. Write a short note on currency convertibility?
12. What is spot foreign exchange rate?

**(2 x 10 = 20)**

**Section B**

**Answer any 5 (5 marks each)**

13. What is the nature of International Finance?
14. Explain the Brettonwoods Conference and its influence on Exchange Rate system.
15. What is Smithsonian Agreement? How this system broke down?
16. What is SDR? How the basket of currencies determines the value of the SDR?
17. What is Law of One Price? How it works? What are its assumptions?
18. What is FIPB? What are the functions of FIPB?
19. Write note on the following: (a) Transaction exposure of foreign exchange (b) Operating exposure of foreign exchange.
20. Explain the terms :(a) currency futures, (b) currency options, (c) currency swaps.

**(5 x 5 = 25)**

**Section C**

**Answer any 3 (10 marks each)**

21. What is BOP? What are its components?
22. Explain the different lending instruments of IMF.
23. What is meant by currency forecasting? What are the different models of currency forecasting?
24. What is FDI? Discuss the motives and significance and types of FDI.
25. Describe the features, objectives and powers of ADB.

**(10 x 3 = 30)**