

M.Com DEGREE END SEMESTER EXAMINATION MARCH 2016

SEMESTER - 4 : COMMERCE

COURSE: P4COMT18EL, INTERNATIONAL FINANCE

Time: Three Hours

Max. Marks: 75

SECTION A

Answer **all** questions in this section. Each question carries 2 marks.

1. What is Unilateral Transfers Account?
2. What do you mean by international liquidity?
3. What is international portfolio investment?
4. What is SDR?
5. What is CAPM?
6. What is Economic Exposure?
7. What is currency swap?
8. What is inflation risk?
9. What is commercial paper?
10. What is International Monetary System?

(2 x 10 = 20)

SECTION B

Answer **any five** questions in this section. Each question carries 5 marks.

11. What is international portfolio? Explain institutional Constraints to international portfolio
12. Explain recent trends in international liquidity management?
13. How do MNC manage their working capital?
14. What is foreign exchange risk? How do MNC manage foreign exchange risk?
15. Explain PPP Theory of exchange rate behavior.
16. Briefly explain various aspects of international finance.
17. Explain major criticism against IMF?
18. What is BOP? Explain various components of BOP.

(5 x 5 =25)

SECTION C

Answer **any two** questions in this section. Each question carries 15 marks.

19. What do you mean by currency forecasting? Explain various methods of currency forecasting?
20. Explain the objectives and functions of IMF. What are the major criticism against IMF?
21. Explain the theories of Exchange Rate behavior.
22. What is Foreign Exchange Exposure? Explain the techniques used for managing the same?

(15 x 2 = 30)
