M. COM. DEGREE END SEMESTER EXAMINATION - APRIL 2021

SEMESTER 4 : COMMERCE

COURSE : 16P4COMT18EL ; INTERNATIONAL FINANCIAL MANAGEMENT

(For Regular - 2019 Admission and Supplementary - 2018/2017/2016 Admissions)

Time : Three Hours

PART A

Answer any 10 (2 marks each)

- 1. What do you mean by invisible items in BOP?
- 2. What do you mean by Unilateral Transfers in BOP?
- 3. What is a Floating Exchange Rate System?
- 4. What is European Currency Unit?
- 5. What is a Eurocurrency Market?
- 6. What is meant by fisher effect?
- 7. What is accounting exposure in International Finance?
- 8. What is Foreign Institutional Investment?
- 9. Write a short note on Trade Dumping?
- 10. What is FIIA?
- 11. What is FEMA?
- 12. What are the objectives of WTO?

 $(2 \times 10 = 20)$

PART B Answer any 5 (5 marks each)

- 13. Briefly explain the components of Balance of Payment.
- 14. Explain the Brettonwoods Conference and its influence on Exchange Rate system.
- 15. What are the concessional lending facilities provided by IMF?
- 16. Define European Monetary System. What are the objectives of European monetary system?
- 17. Give an outline of following currency forecasting models: (a) Real interest rate model (b) Asset market model (c) Currency substitution model.
- 18. What do you mean by FDI? What are the different forms of FDI?
- 19. Why Indian economy is suitable for FDI?
- 20. What is Capital Account Convertibility? List out the objectives of capital account convertibility.

(5 x 5 = 25)

PART C Answer any 3 (10 marks each)

- 21. How does financial decisions change in the global scenario?
- 22. Explain in detail the various monetary and banking institutions in the scenario of International trade and finance.
- 23. Write notes on: (a) Arbitrage (b) Netting system (c) Inflation.
- 24. What is FDI? Discuss the motives and significance and types of FDI.
- 25. Discuss the functions and role of IMF.

 $(10 \times 3 = 30)$

Max. Marks: 75