Reg.	No	Name	23P4033

## M. COM DEGREE END SEMESTER EXAMINATION : MARCH 2023 SEMESTER 4 : COMMERCE

**COURSE: 21P4COMT18EL: INTERNATIONAL FINANCIAL MANAGEMENT** 

(For Regular - 2021 Admission)

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Durat	ion : Three Hours	Max. Weights: 30
	PART A	
	Answer any 8 questions	Weight: 1
1.	What is Forward market hedge?	(U, CO
		3)
2.	Write a short note on interest rate parity?	(U, CO 3)
3.	What is economic exposure in International Finance?	(An, CO 3)
4.	Distinguish between BOP and BOT.	(U, CO 1)
5.	What is a Multilateral Development Bank?	(U, CO 3)
6.	What is International finance and state its importance.	(E)
7.	Give a note on the following: (a) Renminbi (b) Paper Gold.	(U, CO 3)
8.	What is meant by backward vertical FDI?	(U, CO 4)
9.	What is Foreign Institutional Investment?	(R, CO 4)
10.	What is spot foreign exchange rate?	(U, CO 3) (1 x 8 = 8)
	PART B	(1 × 0 - 0)
	Answer any 6 questions	Weights: 2
11.	What is Law of One Price? How it works? What are its assumptions?	(U, CO 3)
12.	What are the concessional lending facilities provided by IMF?	(U, CO 3)
13.	What do you mean by convertibility? What are the prerequisites of	
	Convertibility?	(An, CO 5)
14.	Make a comparison between Fisher Effect and International Fisher Effect	. (E, CO 3)
15.	What are the objectives of IMF?	(E, CO 3)
16.	What are the economic factors associated with investing in a foreign country?	(E, CO 4)
17.	What is the nature of International Finance?	(R, CO 1)
18.	What are the different types of foreign exchange risk faced by a MNC?	(U, CO 4) <b>(2 x 6 = 12)</b>
	PART C	
	Answer any 2 questions	Weights: 5
19.	Write a note on the following institutions: (a) ADB (b) BIS (c) OECD (d) ID	A. (U, CO 3)
20.	What are the different methods of international investments?	(An, CO 1)
21.	Explain the following concepts: (a) arbitrage (b) PPP theory .	(Cr)
22.	What is FDI? Discuss the motives and significance and types of FDI.	(E, CO 4) <b>(5 x 2 = 10)</b>

## **OBE: Questions to Course Outcome Mapping**

СО	Course Outcome Description	CL	Questions	Total Wt.
CO 1	Understand the basics of international financial system	U	4, 17, 20	8
CO 3	Familiarise the theories of international finance	An	1, 2, 3, 5, 7, 10, 11, 12, 14, 15, 19	19
CO 4	Examine the advantages and disadvantages of FDI and FPI in India	E	8, 9, 16, 18, 22	11
CO 5	Evaluate the global regulatory environment	Е	13	2

Cognitive Level (CL): Cr - CREATE; E - EVALUATE; An - ANALYZE; A - APPLY; U - UNDERSTAND; R - REMEMBER;