Reg.	No	Name	23P4033-S

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

COURSE: 16P4COMT18EL: INTERNATIONAL FINANCIAL MANAGEMENT

(For Supplementary - 2016/2017/2018/201/2020 Admissions)

Time: Three Hours Max. Marks: 75

PART A

Answer any 10 (2 marks each)

- 1. Define the term visible items in BOP?
- 2. What do you mean by capital account balance in the BOP?
- 3. What do you mean by Credit Tranche?
- 4. What is a Floating Exchange Rate System?
- 5. Write a short note on BIS.
- 6. If the interest rate in India is expected as 9.5% against the interest rate of 4% in the USA, what would be the dollar rupee exchange after one year given that the current exchange rate is 1 US\$ = Rs.42
- 7. Mention any two political risk with examples.
- 8. What is FIPB?
- 9. What is FCCB?
- 10. What is meant by a Joint Venture?
- 11. Differentiate full covertibility and partial convertibility of currency.
- 12. What is pegged exchange rate system?

 $(2 \times 10 = 20)$

PART B

Answer any 5 (5 marks each)

- 13. Explain different factors affecting the components of Balance of Payments Account?
- 14. What are the deliberate measures to cope with the current account deficit?
- 15. Define European Monetary System. What are the objectives of European monetary system?
- 16. Give a brief outline of: (a) UNCTAD (b) RDB.
- 17. What is Law of One Price? How it works? What are its assumptions?
- 18. Why Indian economy is suitable for FDI?
- 19. What are the problems in determination of cost of capital?
- 20. Explain the distinct features of India's approach to convertibility.

 $(5 \times 5 = 25)$

PART C

Answer any 3 (10 marks each)

- 21. What are the factors affecting international investments?
- 22. What is SDR? What are its merits and criticisms against it?

- 23. What is meant by currency forecasting? What are the different models of currency forecasting?
- 24. What are the reasons for investing abroad?
- 25. Discuss the origin, objectives and functions of International Monetary Fund.

 $(10 \times 3 = 30)$