

M. COM DEGREE END SEMESTER EXAMINATION - MARCH 2024**SEMESTER 4 - COMMERCE****COURSE : 21P4COMT18EL : INTERNATIONAL FINANCIAL MANAGEMENT***(For Regular - 2022 Admission and Supplementary - 2021 Admission)*

Duration : Three Hours

Max. Weights: 30

PART A**Answer any 8 questions****Weight: 1**

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| 1. | What is European Currency Unit? | (U, CO 3) |
| 2. | Define Currency Devaluation. | (R, CO 3) |
| 3. | What do you mean by country attractiveness? | (U, CO 5) |
| 4. | What is DPIIT? | (U) |
| 5. | What is revaluation? | (R, CO 5) |
| 6. | What is a BOP model of currency forecasting? | (R, CO 3) |
| 7. | What is Gold Standard Exchange Rate system? | (U, CO 1) |
| 8. | What do you mean by Crawling Peg? | (U, CO 3) |
| 9. | What do you mean by forward vertical FDI? | (U, CO 4) |
| 10. | What is meant by BOP Deficit? | (U, CO 1) |
| | | (1 x 8 = 8) |

PART B**Answer any 6 questions****Weights: 2**

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| 11. | Explain different factors affecting the components of Balance of Payments Account? | (An, CO 1) |
| 12. | Briefly explain: (a) Netting System (b) Real Interest Rate Model of currency forecasting. | (R, CO 3) |
| 13. | Write note on the following: (a) Transaction exposure of foreign exchange (b) Operating exposure of foreign exchange. | (R, CO 4) |
| 14. | Why Indian economy is suitable for FDI? | (R, CO 4) |
| 15. | Distinguish between current account and capital account. | (An, CO 5) |
| 16. | Give an outline of following currency forecasting models: (a) Real interest rate model (b) Asset market model (c) Currency substitution model. | (R, CO 3) |
| 17. | What are the advantages of Currency Convertibility? | (E, CO 5) |
| 18. | What are the stages in International Monetary System? | (An, CO 3) |
| | | (2 x 6 = 12) |

PART C**Answer any 2 questions****Weights: 5**

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| 19. | Define international finance. Explain the features and scope of International finance. | (E, CO 1) |
| 20. | Write notes on: (a) Fisher Effect (b) International Fisher Effect (c) Law of one price. | (R, CO 3) |
| 21. | What is Smithsonian arrangement? What are the exchange rate regimes prevailing after 1973? | (U, CO 2) |

22. Define FDI. Discuss the advantages and disadvantages of FDI to home and host economy?

(E, CO 4)

(5 x 2 = 10)

OBE: Questions to Course Outcome Mapping

CO	Course Outcome Description	CL	Questions	Total Wt.
CO 1	Understand the basics of international financial system	U	7, 10, 11, 19	9
CO 2	Familiarise in brief the history of international monetary system	U	21	5
CO 3	Familiarise the theories of international finance	An	1, 2, 6, 8, 12, 16, 18, 20	15
CO 4	Examine the advantages and disadvantages of FDI and FPI in India	E	9, 13, 14, 22	10
CO 5	Evaluate the global regulatory environment	E	3, 5, 15, 17	6

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