

**FOURTH SEMESTER M.Com. DEGREE (REGULAR) EXAMINATION  
MARCH 2021**

(CBCSS)

M.Com.

MCM 4E(F) 03/MCM 4E(FT) 03—INTERNATIONAL FINANCE

(2019 Admissions)

Time : Three Hours

Maximum : 30 Weightage

**General Instructions**

1. *In cases where choices are provided, students can attend all questions in each section.*
2. *The minimum number of questions to be attended from the Section / Part shall remain the same.*
3. *There will be an overall ceiling for each Section / Part that is equivalent to the maximum weightage of the Section / Part.*

**Part A**

*Answer any four questions.*

*Each question carries 2 weightage.*

1. What is International Financial Environment ?
2. What do you mean Exchange Rate Equilibrium ?
3. What is Long Term Asset Liability Management ?
4. What is International capital market ?
5. What is International Cash Management ?
6. What do you understand by convertibility of Indian rupee ?
7. What is Portfolio balancing Model ?

(4 × 2 = 8 weightage)

**Part B**

*Answer any four questions.*

*Each question carries 3 weightage.*

8. Explain International Money Market.
9. What are the functions of IBRD ?

**Turn over**

10. Distinguish between fixed and flexible exchange rate systems.
11. Differentiate between Forward Market and Futures Market.
12. What are the basic objectives of IMF ?
13. Explain foreign exchange risk Management.
14. Explain the factors affecting International Investment.

(4 × 3 = 12 weightage)

### Part C

*Answer any two questions.  
Each question carries 5 weightage.*

15. Discuss the role of IMF and World Bank in fostering International Liquidity.
16. Discuss the role of Asian Development Bank as a development finance institution.
17. Write short note on :
  - a) International Monetary System.
  - b) International Liquidity.
  - c) International Trade Centre.
18. What do you mean by Exchange Rate Theories ? And explain different types of Theories of Exchange Rate.

(2 × 5 = 10 weightage)