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1904N061

Candidate's Seat No : _____

M.Com (HPP) (FFS) Sem-4 Examination

CC 20

International ~~Financial~~ Finance

Time : 2-00 Hours]

April 2022

[Max. Marks : 50

Instructions:

All Questions in Section I carry equal marks.
Attempt any TWO questions in Section I.

Section I

- Q.1 (a) Explain the structure of Balance of payment. (10)
- Q.1 (b) Explain Nature and Scope of International Financial Management. (10)
- Q.2 (a) Explain transaction exposure and translation exposure. (10)
- Q.2 (b) Explain Spot Market and Forward Market. (10)
- Q.3 (a) Define F.D.I. Explain in brief cost and benefits of F.D.I (10)
- Q.3 (b) Discuss benefits of International Portfolio investment. (10)
- Q.4 (a) Write note on The World Bank. (10)
- Q.4 (b) Discuss international financial market instruments. (10)

Section II

Q.5 Multiple Choice Questions (MCQs) (10)

1. A _____ is an enterprise that owns and controls production or service facilities outside the country in which it is based.
- (a) International firm (b) Multinational corporations
(c) Foreign unit (d) Global unit
2. _____ including the market for derivatives and all the different types of transactions concluded in these markets.
- (a) Foreign capital market (b) Money market
(c) Capital market (d) Foreign exchange market

N 61-2

3. _____ design the exchange rate regime and promoting international liquidity.
(a) FDI (b) IMF
(c) Stock Exchange (d) None of these
 4. WTO is established in the year_____.
(a) 1991 (b) 1998
(c) 1995 (d) 1990
 5. _____market transactions require immediate delivery of the traded currency.
(a) Future (b) Forward
(c) SWAP (d) Capital
 6. The purpose of arbitrage is to minimize _____ risk.
(a) Exchange (b) Currency
(c) Interest rate (d) Price
 7. _____ Exposure is also known as accounting exposure.
(a) Transaction (b) Translation
(c) Current (d) Cost
 8. Financial intermediation function involves_____.
(a) Accepting deposit and lending
(b) Participation in foreign exchange market
(c) Participation in the securities market
(d) None of the above
 9. _____are short term instruments issued only by highly rated companies.
(a) American commercial bonds (b) Euro commercial papers
(c) Convertible bonds (d) Certificate of deposit
 10. _____bonds are denominated in the currency of the country where they are issued.
(a) Euro bonds (b) Commercial bonds
(c) Government bonds (d) Foreign Bonds
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