

Reg. No. :

Name :

Third Semester M.Com. Degree Examination, February 2024

Elective : Finance

Paper III : CO 233 F : INTERNATIONAL FINANCIAL MANAGEMENT

(2018 Admission Onwards)

Time : 3 Hours

Max. Marks : 75

SECTION - A

Answer **all** questions. Each question carries **2** marks.

1. Distinguish between a multinational company and a domestic company.
2. State the components of global financial markets.
3. What do you mean by special drawing rights?
4. What is the balance of payments?
5. What do you mean by quasi instruments?
6. What are currency futures?
7. What is a floating rate?
8. Who are the foreign institutional investors?
9. Define a joint venture.
10. What is country risk?

(10 × 2 = 20 Marks)

P.T.O.



SECTION – B

Answer any **five** questions. Each question carries **5** marks.

11. What are the gains from the international financial market?
12. Explain the nature and scope of international financial management.
13. What are the factors that affect the exchange rate?
14. Briefly explain the different methods of determining exchange rates.
15. Explain the different derivative instruments that allow you to hedge currency risks.
16. Compare foreign bonds and Euro bonds.
17. Distinguish between foreign direct investment and portfolio investment.
18. What are different risks involved in international investment decisions?

(5 × 5 = 25 Marks)

SECTION – C

Answer any **two** of the following questions. Each question carries **15** marks.

19. Describe the new challenges of international financial management.
20. Discuss the concept of balance of payments disequilibrium. How can we restore it?
21. What is currency risk? What are the different external exposure management techniques used by importers and exporters?
22. Explain the various international financial instruments.

(2 × 15 = 30 Marks)

