

Exam. Code : 217604

Subject Code : 6880

M.Com. 4th Semester

INTERNATIONAL FINANCIAL MANAGEMENT

Paper—MC-411

Time Allowed—Three Hours] [Maximum Marks—100

SECTION—A

Note :—Attempt any **TEN** questions from Section A.

Answer to each question should be up to **50** words

in length. Each question carries **2** marks.

1. Write short notes on the following :

(i) Economic exposure

(ii) SDR

(iii) Currency Devaluation

(iv) Bond Market

(v) FEMA

(vi) GDR

(vii) Currency coupon

(viii) Forward market

- (ix) Currency swaps
- (x) Hedging
- (xi) Risk vs Exposure
- (xii) Political Risk.

SECTION—B

Note :—Attempt any **TWO** questions from Section B.

Answer to each question should be up to **5** pages in length. Each question carries **20** marks.

2. Describe the various current and past exchange rate regimes. Is there an optimal exchange rate regime ?
3. What do you understand by the Balance of Payments ? What are the challenges involved in maintaining the balance of payments position of India ?
4. Explain the structure of foreign exchange market with special reference to Indian foreign exchange market.
5. What are the various structural models of exchange rate determination ? How the exchange rate forecasting can be done ?

SECTION—C

Note :—Attempt any **TWO** questions from Section C.

Answer to each question should be up to **5** pages in length. Each question carries **20** marks.

6. What is transaction exposure ? Explain the various hedging techniques for managing the transaction exposure of a MNC.
7. What are the various types of risks in international context ? What are the issues involved in country risk analysis ?
8. Explain in detail the various techniques available for management of foreign exchange rate exposure.
9. Explain the various types of SWAP structures. What are the motivations underlying SWAPs ?