## PSG COLLEGE OF ARTS & SCIENCE (AUTONOMOUS)

# **BCom DEGREE EXAMINATION MAY 2019**

(Sixth Semester)

# Branch - COMMERCE (BANKING & INSURANCE)

## **BANKING AND INTERNATIONAL FINANCE**

Time : Three Hours

Maximum : 75 Marks

## SECTION-A (20 Marks) Answer ALL questions

ALL questions carry' EQUAL marks

- 1 What is international finance?
- 2 Write short notes on RFC (Domestic accounts).
- 3 Give an account about foreign currencies.
- 4 What is foreign exchange revaluation?
- 5 Explainforward sloap.
- 6 Write about EEFC accounts.
- 7 What isoff share market?
- 8 What, iscurrency derivatives?
- 9 Give an account on floating exchange regims.
- 10 Write about foreign exchange transactions.

## **SECTION - B (25 Marks)**

## Answer ALL Questions

ALL Questions Carry EQUAL Marks  $(5 \times 5 = 25)$ 

11 a Explain the nature of international banks.

#### OR

- b Describe the investment techniques.
- 12 a State the international banking services.

## OR

- b Write briefly about international finance centres.
- 13 a Write the concept of foreign exchange.

## OR

- b Explain the significance of foreign exchange.
- 14 a Describe the SDR foreign exchange control in India.  $^{\land}$  OR
  - b State the composition of foreign exchange reserves,
- 15 a Write about foreign currency risk.

# OR

b Describe the foreign exchange markets.

# SECTION - C (30 Marks)

## Answer any **THREE** Questions

# ALL Questions Cany EQUAL Marks $(3 \times 10 = 30)$

- 16 Explain the developments in international banking.
- 17 Describe the functions of foreign exchange department.
- 18 Write in detail the role of RBI in foreign exchange.
- 19 Enumerate the dealings that arise in foreign currency.
- 20 Explain the various rates fixed in foreign exchange.

(10 x 2 = 20)