

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION DECEMBER 2018
(Fifth Semester)

Branch - **COMMERCE (FOREIGN TRADE)**

GLOBAL FINANCIAL MANAGEMENT

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer **ALL** questions

ALL questions carry **EQUAL** marks (10x2 = 20)

- 1 What is International Capital Markets?
- 2 Define Euro currency?
- 3 What is International investing?
- 4 What do you mean by Current account?
- 5 What is meant by Exchange rate?
- 6 Define futures.
- 7 What is International Liquidity?
- 8 Expand ECGC.
- 9 Write short note on 'IDA'.
- 10 What do you mean by debt swaps?

SECTION - B (25 Marks)

* Answer **ALL** Questions

ALL Questions Carry **EQUAL** Marks (5x5 = 25)

- 11 a What are the benefits of International Money Market?
OR
b How is a 'Euro dollar' deposit created?
- 12 a Explain the International Monetary Fund?
OR
b Describe the disequilibrium in the balance of payments?
- 13 a List out the cases of fluctuations in exchange rate.
OR
b Write a short note on forward rate agreements.
- 14 a What is the role of SDRs in solving International liquidity problem?
OR
b State the objectives of the World Bank?
- 15 a What are the objectives of International finance corporation?
OR
b Describe the various measures to solve debt crisis.

SECTION - C (30 Marks!)

Answer any **THREE** Questions

ALL Questions Carry **EQUAL** Marks (3 x 10 = 30)

- 16 Briefly, compare the London, New York and Indian money market.
- 17 What are the components of International Monetary and Financial environment?
- 18 Describe the types of derivatives and its uses.
- 19 Discuss the role of IMF in increasing International liquidity.
- 20 Explain the operational activities of IDA and IFC.