

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BCOM DEGREE EXAMINATION MAY 2024
(Sixth Semester)
Branch – COMMERCE (FOREIGN TRADE)

INTERNATIONAL BANKING AND FOREX MANAGEMENT

Time: Three Hours

Maximum: 50 Marks

SECTION-A (5 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(5 x 1 = 5)

- 1 Which of the following used for international money transfer?
i) RTGS ii) NEFT
iii) SWIFT iv) DD
- 2 Finance for exporting companies as part of major programs of the EXIM banks in India does not include
i) Working capital ii) Post shipment credit
iii) Overseas investment finance iv) Term loans
- 3 The responsibility for administration of FEMA is vested with _____
i) Central government ii) State government
iii) RBI iv) National banks
- 4 The term Euro Currency Market refers to
i) The countries which have adopted Euro as their currency
ii) The market in which Euro is exchanged for other currencies
iii) The market where the borrowing and lending of currencies take place outside the country of issue
iv) The international foreign exchange market
- 5 SDR is an international reserve asset created by
i) IMF ii) WTO
iii) World Bank iv) IBRD

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks

(5 x 3 = 15)

- 6 a What are the Functions and objectives IBRD?
OR
b What are the objectives of International Monetary fund?
- 7 a What are the scope of EXIM Bank ?
OR
b What are the major issues in international finance?
- 8 a What is the main point of difference between fixed and floating exchange rate?
OR
b What are the functions of the IMF?
- 9 a Which financial derivatives are used to reduce foreign exchange risk?
OR
b How do you manage risk in international trade?

- 10 a What are the Determinants of Exchange Rate?
OR
b Which transactions are prohibited under FEMA?

SECTION -C (30 Marks)

Answer **ALL** questions

ALL questions carry **EQUAL** Marks

(5 x 6 = 30)

- 11 a Explain in detail the International sources of finance.
OR
b Elaborate the functions of IDBA and IFC.
- 12 a Explain the functions of WTO and its objectives.
OR
b Explain in detail types of assistance provided by the EXIM bank.
- 13 a Discuss the formation of the European Union, and the introduction of the Euro.
OR
b Explain the various types of Exchange Rate System under IMF.
- 14 a What are export marketing risks how to manage such risks?
OR
b How to manage the risks in Foreign export markets?
- 15 a Explain the structure and main features of foreign Exchange Management Act, 1999.
OR
b Explain in detail types of buying and selling rates in foreign exchange Systems.

Z-Z-Z

END