

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BCom DEGREE EXAMINATION DECEMBER 2019
(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 (10 x 2 = 20)

- 1 What are International Capital Market?
- 2 What is Euro Credit?
- 3 What is International Investing?
- 4 What is Capital Account?
- 5 What is Interest rate parity theory?
- 6 What are Currency futures?
- 7 Define International liquidity.
- 8 Define World Bank.
- 9 What is IDA?
- 10 What is LIBOR?

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SECTION - B (25 Marks)

Answer **ALL** Questions

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

- 11 a What are the components of a Money Market?
OR
b Briefly describe the instruments of Euro-currency market.
- 12 a What are the risks involved with International investing?
OR
b List out the various methods of correcting disequilibrium in the Balance of payments.
- 13 a Explain forward rate agreements.
OR
b Explain currency call options.
- 14 a What are the features of International Banking?
OR
b State the objectives of World Bank.
- 15 a Explain the operational activities of IDA.
OR
b Briefly describe the 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 Explain the process of International monetary investments in detail.
- 18 Describe briefly the purchasing power parity theory.
- 19 Write about the lending and other activities of the World Bank.
- 20 Explain the recent changes in International financing process.