



SDV – 21

M.Com. (Semester – IV) Examination, April 2012  
(Accounting and Finance)  
CO 4A1 : INTERNATIONAL FINANCIAL MANAGEMENT

Duration : 2 Hours

Total Marks : 50

**Instructions :** 1) *All questions are compulsory.*  
2) *Figures to the right side indicate the marks.*

1. Answer the following : (5x2=10)
- a) Balance of payment
  - b) Capital Account Convertibility
  - c) Interbank Transaction
  - d) Currency Futures Vs Currency Forwards
  - e) NPV Vs APV.
2. A) What is significance of International Financial Management ? 10
- OR
- B) What is an Exchange Rate ? Explain the different types Exchange Rate regimes ?
3. A) What is Foreign Exchange Market ? Explain the role of RBI in Indian Foreign Exchange Market. 10
- OR
- B) What is Foreign Exchange Exposure ? Explain the techniques to manage Foreign Exchange Exposure.
4. A) What are the various method by which an MNC can appraise its foreign project ? 10
- OR
- B) What are the merits and demerits of Foreign Direct Investments in India ?
5. A) Discuss the recent trends in International Financial Markets. 10
- OR
- B) Describe the various International Financial Instruments in the global capital market.