

TB246802R

Reg. No : .....

Name : .....

Integrated M.A . Programme in Social Sciences (C.S.S) EXAMINATION, MARCH 2024

2021 ADMISSIONS REGULAR

SEMESTER VI - CORE COURSE - ECONOMICS

EC06C24IM20 - International Finance

Time : 3 Hours

Maximum Weight : 30

**Part A****I. Answer any Eight questions. Each question carries 1 weight****(8x1=8)**

1. Define classical gold standard.
2. What is international finance and why is it so important?
3. Define hedging.
4. Define spot rate.
5. What are depositary receipts?
6. Define equity.
7. Define floating exchange rate system.
8. Define discount rate.
9. Define Euro banking.
10. What are Euro bonds?

**Part B****II. Answer any Six questions. Each question carries 2 weight****(6x2=12)**

11. What are the factors that influence the increase in importance of international finance?
12. Explain the growing importance of international finance?
13. What types of investment are included in "international portfolio investment"?
14. Explain the contractual cash flow.
15. Difference between confirmed and unconfirmed letter of credit.
16. Briefly evaluate the portfolio-balance approach.
17. Briefly explain the characteristics of Eurodollar market.
18. Explain the various instruments of capital market.

**Part C****III. Answer any Two questions. Each question carries 5 weight****(2x5=10)**

19. How does the liquidity preference affect international cash management decisions?
20. How does the Reserve Bank of India refinance the export credit granted by banks and to what extent?  
Discuss.
21. Discuss the portfolio-balance approach to exchange rates.
22. Critically examine the origin and development of the Euromarkets.

