V Semester B.Com. Examination, Nov./Dec. 2015  
(2014-15 and Onwards) (Semester Scheme) (F + R)  
COMMERCE  

Time : 3 Hours  
Max. Marks : 100  

Instructions : Answer all questions either completely in English or in Kannada.  

SECTION – A  

1. Answer any ten sub-questions. Each sub-question carries two marks. (10×2=20)  
   a) What is speculation ?  
   b) What is letter of credit ?  
   c) What is international finance ?  
   d) Expand MMP and MAPS.  
   e) What is international portfolio ?  
   f) What is foreign exchange risk ?  
   g) What are swaps ?  
   h) Mention the types of ADRs.  
   i) What is fixed exchange rate ?  
   j) Write any four advantages of globalisation.  
   k) What is international liquidity ?  
   l) What are commercial papers ?  

SECTION – B  

Answer any four questions. Each question carries eight marks. (4×8=32)  

2. Write the structure of IMF.  

3. What are international financial markets ? What are the benefits of international financial markets ?
4. What are the characteristics of future contract?

5. Distinguish between domestic finance and international finance.

6. What is FEMA? What are the objectives of FEMA?

SECTION – C

Answer any three questions. Each question carries sixteen marks. \(3 \times 16 = 48\)

7. What is IBRD? What are the objectives of IBRD?

8. What is forward contract? What are the features, advantages and disadvantages of forward contract?

9. What are the forms of foreign exchange rate and what are the factors affecting foreign exchange rate?

10. What is BOP? What are the measures to correct disequilibrium in BOP?