



OP – 231

IV Semester M.Com. Examination, November 2022

(CBCS Scheme)

FINANCE AND BANKING

FB – 4.3 : International Financial Institutions and Markets

Time : 3 Hours

Max. Marks : 70

SECTION – A

1. Answer **any seven** questions out of 10. **Each** question carries **two** marks. **(7×2=14)**
- What is Forex ?
  - State the meaning of loan syndication.
  - Mention any two diversification benefits of international investment.
  - Define Nostro and Vostro Accounts.
  - State any two differences of investing in Domestic and International Equity instruments.
  - Define Crowd trading.
  - State the reason of why banks became multinational units.
  - Define Yankee Stock.
  - Mention any two services provided by foreign banks.
  - Define consortium banks.

SECTION – B

Answer **any four** questions out of 6. **Each** question carries **five** marks. **(4×5=20)**

- Differentiate between Foreign bonds and Euro bonds.
- Broadly there are three stages in syndication, viz., pre-mandate phase, placing the loan and disbursement and post-closure stage. Elucidate.
- Describe the reasons of why investors consider investing in the international equity market as a boon.
- Explain Eurocurrency market.
- Describe the export letter of credit in international trade.
- Explain the workings of Floating rate notes with an example.

P.T.O.



SECTION - C

Answer any three questions out of 5. Each question carries twelve marks. (3×12=36)

- 8. Describe the structure, mechanism and participants of foreign exchange market.
- 9. Explain different types of instruments traded in International Money market.
- 10. Enlighten the workings of any two major International Stock markets.
- 11. Explain the instruments traded in Derivatives market.
- 12. Write short notes on the following :
  - a) Currency rate swaps
  - b) Caps and Floors

SECTION - B

Answer any four questions out of 5. Each question carries five marks. (4×5=20)

- 1. Differentiate between Foreign bonds and Euro bonds.
- 2. Broadly there are three stages in syndication, viz., pre-mandate phase, placing the loan and disbursement and post-closure stage. Elucidate.
- 3. Describe the reasons of why investors consider investing in the international equity market as a boon.
- 4. Explain Eurocurrency market.
- 5. Describe the export letter of credit in international trade.
- 6. Explain the workings of floating rate notes with an example.