

SHRIMATHI DEVKUNVAR NANALAL BHATT VAISHNAV COLLEGE FOR WOMEN
(AUTONOMOUS)

(Affiliated to the University of Madras and Re-accredited with 'A+' Grade by NAAC)

Chromepet, Chennai - 600 044.

B.Com. BIM - END SEMESTER EXAMINATIONS - NOV'2024

SEMESTER - V

21UBBCT5016 - International Banking

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

Section B

Answer any **SIX** questions ($6 \times 5 = 30$ Marks)

1. Explain the role of international banking in facilitating global trade.
2. Prepare an outline showing how a domestic company can use foreign banks for financing overseas projects.
3. Assess the role of forward cover and hedging in stabilizing the financial performance of companies during times of currency fluctuation.
4. Apply the principles of exchange rate determination to explain how market forces of demand and supply influence the exchange rate in a floating system.
5. Describe the main functions of the World Bank in promoting global economic development.
6. Examine how the ADB's focus on infrastructure development contributes to economic growth in Asian countries.
7. Illustrate how a country can increase its foreign exchange reserves through export earnings and invisible export earnings.
8. Evaluate the effectiveness of the Foreign Exchange Management Act (FEMA) in regulating foreign exchange transactions in India.

Section C

Answer any **THREE** questions ($3 \times 10 = 30$ Marks)

9. Apply the concept of international financial transactions to explain how multinational companies borrow funds in foreign markets.
10. Assess the effectiveness of using spot exchange rates versus forward exchange rates in minimizing foreign exchange risks for businesses.

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11. Evaluate the effectiveness of the IMF's financial assistance programs in stabilizing the economies of countries facing financial crises.
12. Examine the challenges and opportunities associated with attracting foreign direct investment in emerging markets.
13. Critically evaluate the composition and significance of foreign exchange reserves for a country's economic health.
