

V Semester B.Com. Examination, Nov./Dec. 2016 (CBCS) (Fresh) (2016-17 and Onwards) COMMERCE

5.5 : Elective Paper - I : International Banking and Forex Management

Time: 3 Hours

Max. Marks: 70

Instruction : Answer should be in Kannada/English only.

SECTION - A

1. Answer any 5 of the following. Each question carries 2 marks.

 $(5 \times 2 = 10)$

- a) What is Foreign Bank?
- b) What is forward market?
- c) What is international capital flow?
- d) What is Asset liability management?
- e) What is Fixed Exchange Rate?
- f) What is International Monetary System?
- g) What is spot market?

SECTION-B

Answer any 3 of the following. Each question carries 6 marks.

 $(3 \times 6 = 18)$

- 2. Discuss the role of Foreign Bank.
- 3. Discuss need for stable Foreign Exchange Rates.
- 4. Discuss advantages of offshore banking.
- 5. Explain mechanism to settle the problems.
- 6. Explain various types of issues in Primary Market.

SECTION-C

Answer **any 3** of the following. **Each** question carries **14** marks.

 $(3 \times 14 = 42)$

- 7. Discuss various types of Forex Market.
- 8. Discuss importance of foreign exchange.
- 9. Explain various function of capital market.
- 10. State the characteristics of Gold standard.
- 11. Explain the importance and function of International Banking.

