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**PRESIDENCY UNIVERSITY**

**Bengaluru**

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| **End - Term Examinations – MAY 2025** |
| **Date:** 22-05-2025 **Time:** 09:30 am – 12:30 pm |

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| **School:** SOC | **Program:** B.sc.(Economics) | |
| **Course Code :** BSE2033 | **Course Name:** International finance and Monetary system | |
| **Semester**: VI | **Max Marks**: 100 | **Weightage**:50% |

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| **CO - Levels** | **CO1** | **CO2** | **CO3** | **CO4** | **CO5** |
| **Marks** | **18** | **42** | **41** | **35** | **-** |

**Instructions:**

1. *Read all questions carefully and answer accordingly.*
2. *Do not write anything on the question paper other than roll number.*

**Part A**

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| **Answer ALL the Questions. Each question carries 2 marks. 10Q x 2M=20M** | | | | |
| **1.** | Define the MNCs. | **2 Marks** | **L1** | **CO1** |
| **2.** | Outline the meaning of Labour migration. | **2 Marks** | **L1** | **CO1** |
| **3.** | Differentiate between demand for currency and supply of currency. | **2 Marks** | **L4** | **CO2** |
| **4.** | Identify the role of European Currency Unit(ECU). | **2 Marks** | **L1** | **CO2** |
| **5.** | List two functions of the foreign exchange market. | **2 Marks** | **L1** | **CO2** |
| **6.** | Outline the meaning of Crypto currency. | **2 Marks** | **L1** | **CO3** |
| **7.** | Identify the two differences of International money market and capital market. | **2 Marks** | **L1** | **CO3** |
| **8.** | Define derivaties. | **2 Marks** | **L1** | **CO4** |
| **9.** | List-out the instruments of debt markets. | **2 Marks** | **L1** | **CO4** |
| **10.** | Explain the process of issuance of depository receipts. | **2 Marks** | **L2** | **CO4** |

**Part B**

**Answer ALL the Questions. Each question carries 7 Marks. Total Marks 35M**

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| 11. | a. | Discuss the role of Foreign Exchange Markets. | 07 Marks | L2 | CO1 |
| Or | | | | | |
| 12. | **a.** | Explain the Concepts of Demand and Supply of Currencies. | **07 Marks** | **L2** | **CO2** |

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| 13. | a. | Briefly discuss about the Bretton Woods System. | 07 Marks | L2 | CO2 |
| Or | | | | | |
| 14. | **a.** | Briefly explain the Fixed or Floating Exchange Rates. | **07 Marks** | **L2** | **CO2** |

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| 15. | a. | Discuss the role of derivative instruments in managing foreign exchange risk. | 07 Marks | L2 | CO3 |
| Or | | | | | |
| 16. | **a.** | Explain the functions and instruments of international money markets. | **07 Marks** | **L2** | **CO3** |

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| 17. | a. | Explain the benefits of GDR, ADR, IDR | 07 Marks | L2 | CO4 |
| Or | | | | | |
| 18. | **a.** | Discuss the features and importance of Balance of payments. | **07 Marks** | **L2** | **CO1** |

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| 19. | a. | Explain the structure and functioning of the forward currency market. How is it used for hedging and speculation? | 07 Marks | L2 | CO3 |
| Or | | | | | |
| 20. | **a.** | Explain about International Debt Market. Discuss its role and significance in the global financial system. | **07 Marks** | **L2** | **CO4** |

**Part C**

**Answer any Three Questions. Each question carries 15 marks 3Q x 15M=45M**

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| 21. | a. | Explain the Foreign Exchange Rate Theories. | 15 Marks | L2 | CO2 |

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| 22. | a. | Discuss about the international capital markets. Discuss their components and the role they play in global finance. | 15 Marks | L2 | CO3 |

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| 23. | a. | Briefly discuss about International Equity Market and Instruments. | 15 Marks | L2 | CO4 |

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| 24. | a. | Explain the role of Euro-currency Market. | 15 Marks | L2 | CO3 |