

QP CODE: D3BIB2403

(Pages: 2)

Reg. No :

Name :

THIRD SEMESTER FYUGP EXAMINATION, NOVEMBER 2025

Discipline Specific Core (DSC) Courses - Major

BIB3CJ202 : GLOBAL FINANCIAL MARKETS

(Credits: 4)

Time: 2 Hours

Maximum Marks: 70

Section A

Answer the following questions. Each carries 3 marks (Ceiling: 24 marks)

1.	State the functions of a financial market.	BL1	CO1
2.	Mention the functions of the World Bank.	BL1	CO2
3.	Define Arbitrage.What are the different types of arbitrage?	BL2	CO3, CO4, CO5
4.	Distinguish between spot market and forward market.	BL4	CO2, CO3, CO4, CO5
5.	Define Money Market.	BL1	CO1
6.	Write any three objectives of the financial system	BL2	CO1
7.	What is meant by exchange rate volatility?	BL2	CO2
8.	Name three major participants in the Euro deposit market and brief their roles.	BL2	CO2, CO3, CO4
9.	What are the objectives of FEMA?	BL2	CO1, CO2, CO3, CO4, CO5
10.	Define a foreign exchange purchase transaction.Give examples.	BL2	CO3, CO4, CO5

Section B

Answer the following questions. Each carries 6 marks (Ceiling: 36 Marks)

11.	Differentiate between debt market and equity market.	BL4	CO1
12.	Explain the main objectives of the WTO.	BL2	CO2

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13.	Describe the key features and benefits of Global Depository Receipts (GDRs).	BL2	CO3, CO4, CO5
14.	Describe the process of a forward foreign exchange contract.	BL2	CO3, CO4, CO5
15.	State the difference between money market instruments and capital market instruments.	BL4	CO2
16.	Explain the differences between domestic market and global market.	BL4	CO1
17.	Write the features of global currency markets.	BL2	CO2
18.	Explain different types of financial intermediaries.	BL2	CO3, CO4, CO5

Section C

Answer any one question. Each carries 10 marks (1 x 10 = 10 Marks)

19.	Discuss the major determinants of exchange rates. Explain the role of exchange controls in managing exchange-rate volatility.	BL4	CO3, CO4, CO5
20.	Explain in detail the contagion effect of a global financial crisis with suitable examples.	BL2	CO3, CO4, CO5

CO : Course Outcome

BL : Bloom's Taxonomy Levels (1 – Remember, 2 – Understand, 3 – Apply, 4 – Analyse, 5 – Evaluate, 6 – Create)