Master of Commerce
M.Com (OLD) Ist Year

First Year
Assignments
2026-27

For July 2026 and January 2027 admission cycle

School of Management Studies
Indira Gandhi National Open University
Maidan Garhi, New Delhi -110 068

Master of Commerce

M.Com (OLD) Ist Year

ASSIGNMENTS − 2026-27

Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment for each course. We are sending the assignments of all the six courses together in this booklet.

Assignment is given 30% weightage in the final assessment. To be eligible to appear in the Term-End Examination, it is compulsory for you to submit the assignments as per the schedule. Before attempting the assignments, you should carefully read the instructions given in the Programme Guide.

These assignments are valid for two admission cycles **(July 2026 and January 2027)**. The validity is given below:

1. Those who are enrolled in **July 2026**, it is valid upto **June 2027**.
2. Those who are enrolled in **January 2027**, it is valid upto **December 2027**.

In case you are planning to appear in June Term-End Examination, you must submit the assignments to the Coordinator of your Study Centre latest by **15th March** and if you are planning to appear in December Term-End Examination, you must submit them latest by **15th October**.

TUTOR MARKED ASSIGNMENT

COURSE CODE	**:**	**IBO-06**
COURSE TITLE	**:**	**International Business Finance**
ASSIGNMENT CODE	**:**	**IBO-06/TMA/2026-2027**
COVERAGE	**:**	**ALL BLOCKS**

Maximum Marks: 100

Attempt all the questions:

1. a) Explain the structure and functioning of the foreign exchange market. Discuss the role played by commercial banks, central banks, brokers, and multinational corporations. **(10+10)**

b) Discuss multinational working capital management. Explain the challenges associated with managing cash, receivables, and inventory across international operations.

2. a) What is foreign exchange exposure? Discuss transaction, translation, and economic exposure along with suitable business examples. **(10+10)**

b) Discuss the strategic importance of risk management in international business finance.

3. a) Discuss the theories of exchange rate determination. Compare Purchasing Power Parity Theory and Interest Rate Parity Theory in explaining currency movements. **(10+10)**

b) Explain how political and economic uncertainties affect international investment decisions.

4. **Distinguish between the following:** **(4x5)**

a) Foreign Exchange Quotations and Cross Exchange Rates.
b) Spot Exchange Market and Forward Exchange Market
c) Foreign Direct Investment (FDI) and Foreign Portfolio Investment (FPI)
d) Eurocurrency Market and Eurobond Market

5. **Write Short Notes on the following:** **(4x5)**

a) Importance of export financing in international trade
b) Currency Options as a hedging instrument
c) Country Risk Assessment in multinational investment decisions
d) Role of IMF in maintaining international monetary stability