

MP-504

December - Examination 2016

Master of Business Administration - II Year Examination**International Financial Management****Paper - MP-504****Time : 3 Hours]****[Max. Marks :- 80**

Note: The question paper is divided into three sections A, B and C. Write answers as per given instructions.

Section - A**8 × 2 = 16**

(Very Short Answer Questions)

Note: Answer **all** questions. As per the nature of the question delimit your answer in one word, one sentence or maximum upto 30 words. Each question carries 2 marks.

- 1) (i) What is the another name of the World Bank?
- (ii) What is Current Account Deficit (CAD)?
- (iii) What was the main reason of creating Special Drawing Rights (SDRs)?
- (iv) What do you mean by currency pegging?
- (v) What do you understand by Cocktail Bonds?
- (vi) Mention any two important objectives of International Monetary Fund.
- (vii) Define Foreign Direct Investment (FDI).
- (viii) What is another name of translation exposure?

Section - B**4 × 8 = 32**

(Short Answer Questions)

Note: Answer **any four** questions. Each answer should not exceed 200 words. Each question carries 8 marks.

- 2) Explain the key characteristics of classical gold standard.
- 3) Why the World Bank was established?
- 4) Write a brief note on Asian Stock Exchanges.
- 5) Explain the different types of disequilibrium in balance of payments.
- 6) What are the advantages and problems of forward exchange rates.
- 7) Write a brief note on translation exposure.
- 8) Explain the objectives of Foreign Exchange Control.
- 9) Why two affiliates (IDA and IFC) of World Bank were established?

Section - C**2 × 16 = 32**

(Long Answer Questions)

Note: Answer **any two** questions. Each answer should not exceed 500 words. Each question carries 16 marks.

- 10) Discuss the functions and progress of Asian Development Bank.
- 11) Critically examine the demand and supply theory of exchange rate determination.
- 12) Explain the types of foreign exchange exposure.
- 13) Discuss the International Investment Strategies.