

MP-504

December - Examination 2019

**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. Answer the following questions.
 - i. Define International Finance.
 - ii. What is Market Integration?
 - iii. What is FDI?
 - iv. Name any two types of Cross Border Investment.
 - v. What is International Monetary System?
 - vi. What is BOT?

- vii. What is Foreign Exchange?
- viii. What is International Liquidity?

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. Distinguish between Domestic and International Financial Management.
- 3. What is the difference between primary and secondary markets?
- 4. "IMF has lost its relevance in the present day context of international monetary system". Elucidate.
- 5. What do you mean by the Balance of Payments? Also explain its characteristics.
- 6. Explain the functions of foreign exchange market.
- 7. Differentiate between spot and forward exchange rates.
- 8. Explain various types of Derivates.
- 9. Discuss the objectives and functions of World Bank.

Section - C**2 × 16 = 32****(Long Answer Questions)**

Note: Answer **any two** questions. You have to delimit your each answer maximum upto 500 words. Each question carries 16 marks.

10. "As the level of internationalization increases, the complexities within the business operates also increases" Substantiate your views on this statement with examples.
 11. Critically assess the impact of globalization and liberalization on the efficiency of financial markets.
 12. Explain Purchasing Power Parity (PPP). Explain how could you determine whether purchasing power parity exists.
 13. What do you mean by foreign exchange control? Also explain the objectives of exchange control.
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