

MP-504

December – Examination 2021

**Master of Business Administration
(II Year) Examination**

International Financial Management

Paper : MP-504

Time : 1½ Hours]

[Maximum Marks : 80

Note :- The question paper is divided into two Sections A and B. Write answers as per the given instructions.

Section-A

4×4=16

(Very Short Answer Type Questions)

Note :- Answer any *four* questions. As per the nature of the question delimit your answer in one word, one sentence or maximum up to **30** words. Each question carries 4 marks.

1. (i) What is International Finance ?
- (ii) What do you mean by Corporate Risk Management ?
- (iii) What do you mean by Financial Market Integration ?
- (iv) Write the names of any *two* Global Foreign Exchange Market Participants.
- (v) What do you mean by Spot Exchange Rate ?
- (vi) What do you mean by Future Contracts ?
- (vii) Write any *two* objectives of World Bank.
- (viii) What is SDRs ?

Section-B **4×16=64**

(Short Answer Type Questions)

Note :- Answer any *four* questions. Each answer should not exceed **200** words. Each question carries 16 marks.

2. Explain the segments of International Financial Market.
3. Explain the various factors affecting International Trade Flows.

4. “IMF has lost its relevance in the present day context of international monetary system.” Elucidate.
5. Distinguish between Balance of Trade and Balance of Payments. Also explain their relationship.
6. Explain the functions of the Foreign Exchange Market.
7. Distinguish between fixed and flexible exchange rates. In your opinion, which one is superior and why ?
8. What do you mean by foreign exchange control ? Also explain the objectives of exchange control.
9. What do you mean by international liquidity ? Why the problem of international liquidity arose ?