- 11. Distinguish between fixed and flexible exchange rates. In your opinion, which one is superior and why?
- 12. What do you mean by Foreign Exchange Control?

 Also explain the objectives of exchange control.
- 13. What do you mean by International Liquidity?
 Why the problem of international liquidity arose?

MP-504

December - Examination 2023

Master of Business Administration (IInd Year) Examination

INTERNATIONAL FINANCIAL MANAGEMENT

Paper: MP-504

Time : **3** *Hours*]

MP-504/4

Maximum Marks: 80

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

Section–A $8\times2=16$

(Very Short Answer Type Questions)

Note:— Answer all 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 2 marks.

<u>TC-550</u>

(1) $\underline{TC-550}$ Turn Over

- 1. (i) What is Derivative Market?
 - (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 Zero Coupon Bonds.
 - (v) What do you mean by Swap?
 - (vi) What do you mean by Financial Derivatives?
 - (vii) Write any two objectives of World Bank.
 - (viii) What is an International Stock Exchange?

Section-B

 $4 \times 8 = 32$

(Short Answer Type Questions)

- **Note**: Answer any *four* questions. Each answer should not exceed **200** words. Each question carries 8 marks.
- 2. Explain the benefits of cross border cash flows to Indian markets.

MP-504/4

(2)

TC-550

- 3. Explain the segments of International Financial Market.
- 4. Explain the characteristics of Global Foreign Exchange Market.
- 5. Discuss the various Forms of Floating Exchange Rates.
- 6. Explain the various Foreign Exchange Rate Forecasting Methods.
- 7. What is IMF? What are its objectives?
- 8. Explain the principles for ADB loan operations.
- 9. Explain the various factors affecting International Trade Flows.

Section-C

 $2 \times 16 = 32$

(Long Answer Type Questions)

- Note: Answer any two questions. You have to delimit your each answer maximum up to 500 words. Each question carries 16 marks.
- 10. Distinguish between Balance of Trade and Balance of Payments. Also explain their relationship.

MP-504/4

(3) TC-550 Turn Over