

MP-504

December - Examination 2025

**Master of Business Administration (II Year) Examination
INTERNATIONAL FINANCIAL MANAGEMENT**

Paper : MP-504

[Time: 3 Hours]

[Maximum Marks: 80]

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

Section-A

8×2=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.

1. (i) What do you mean by International Financial Institutions?
- (ii) What do you mean by Foreign exchange rate?
- (iii) What so you mean by Corporate Risk management?
- (iv) What is Venture Capital Funds?
- (v) What so you mean by Financial Market Integration?
- (vi) What so you mean by Option Contracts?
- (vii) Write any two objectives of World Bank.
- (viii) What do you mean by ADRs?

Section-B

4×8=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 functions of the Foreign Exchange Market.
3. What do you mean by Financial Markets? Explain the segments of International Financial Market.
4. What are the investment opportunities in Indian stock exchanges for foreign investors? Explain.
5. What is IMF? What are its objectives? Explain.
6. When was Asian Development Bank established? How is it governed? Explain its functions.

7. Explain FDI policy framework in India after liberalization.
8. What do you mean by Project Financing? How can foreign projects be financed? Explain.
9. Distinguish between foreign exchange exposure and foreign exchange risk.

Section-C

2×16=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.
11. Distinguish between fixed and flexible exchange rates. In your opinion, which one is superior and why? Explain.
12. Explain the impact of LPG on the efficiency of international financial markets.
13. What do you mean by international liquidity? Why the problem of international liquidity arose?
