

11. What do you understand by International Monetary System ? Also explain its evolution.
12. Explain Purchasing Power Parity (PPP). Explain how you could determine whether purchasing power parity exists.
13. What is International Finance Corporation ? How does it help private sector enterprises of developing countries ?

MP-504

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Master of Business Administration (IInd 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 Investment Function ?
- (ii) Define Corporate Governance.
- (iii) What is Debt Market ?
- (iv) What do you mean by Derivatives Market ?
- (v) What do you mean by International Monetary System ?
- (vi) What is Foreign Debt Crisis ?
- (vii) What do you mean by Fixed Exchange Rate ?
- (viii) What is meant by future contracts ?

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. Critically assess the impact of globalization and liberalization on the efficiency of Financial Markets.
3. Describe the benefits and challenges that countries face because of augmented financial flows.

4. What do you mean by the Balance of payments ? Also explain its characteristics and functions.
5. Describe the major categories of participants in the Foreign Exchange Market.
6. Explain the factors influencing the Exchange Rates.
7. Define Foreign Exchange control and explain its characteristics.
8. What is IMF ? What are its objectives ?
9. Why do you think, International Exchanges are better sound than Indian Stock Exchanges ? Explain.

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. "As the level of Internationalization increases, the complexities within the business operates also increases." Substantiate your views on this statement with examples.