MASTER OF VOCATION

Management Banking and Finance

Subject: International Financial Management

Subject Code: GPGE201

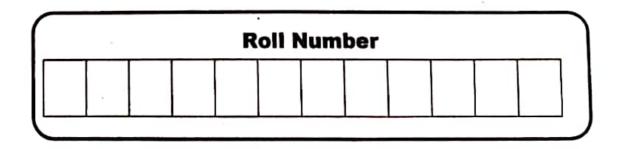
Semester: Third January 2021

Theory (External): 70 Marks

Time: 03 Hours

Instructions to the Students

- This Question paper consists of two Sections. All sections are compulsory.
- Section A comprises 10 questions of objective type in nature. All questions are compulsory. Each question carries 2 marks.
- Section B comprises 8 essay type questions out of which students need to do any 5. Each question carries 10 marks.
- Read the questions carefully and write the answers in the answer sheets provided.
- Do not write anything on the question paper.
- 6. Wherever necessary, the diagram drawn should be neat and properly labelled



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SECTION -A (SHORT/OBJECTIVE TYPE QUESTIONS) (10x2=20 Marks)

- A. What is International Financial Management?
- B. Explain FDI.
- C. Describe Merger and Acquisition.
- D. Define risk.
- E. What do you understand by time value of money?
- F. Explain BOP.
- G. What is WCM (Working Capital Management)?
- H. Describe Foreign Exchange Exposure.
- I. What is Arbitrage?
- Differentiate spot and forward.

SECTION -B (ESSAY TYPE QUESTIONS) (5x10=50 Marks)

- 1. What is IFM? Discuss the nature and scope of international financial decisions.
- 2. Write down short note on the following:
 - a) PPP Theory
 - b) IRP Theory
 - c) Fisher effect
 - d) Bid-ask spread
- Explain the FEM (Foreign Exchange Market). Who are the participants in FEM? Explain Hedging and Speculation in Forward Market.
- 4. Describe Forward contract, Future contract, Delta Hedge, Cross Hedge and Options.
- 5. What is FDI? Discuss various strategies and major theories of FDI.
- 6. What is International Portfolio Management? Explain various sources of International finance.
- 7. What is counter trade? Explain different modes of payment in International trade.
- 8. What is International working capital management? How much and in which currency should surplus can be invested? How cash can be assessed?

===END OF PAPER===

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