

Exam. Code : 109105

Subject Code : 2253

B.Com. (Hons.) 5th Semester

Group—IV

INTERNATIONAL FINANCIAL MANAGEMENT

Paper—III

Time Allowed—Three Hours] [Maximum Marks—50

SECTION—A

Note :—Attempt any TEN short questions. Each question carries 1 mark.

1. Write short notes on :—

- (i) Euro Market
- (ii) Capital account
- (iii) Spot Exchange Rate
- (iv) Gold Standard
- (v) Balance of Payment
- (vi) Arbitrage
- (vii) Put option
- (viii) Currency futures
- (ix) Risk Hedging
- (x) Country risk
- (xi) Cross rates
- (xii) Current Account Convertibility.

SECTION—B

Note :—Attempt any **TWO** questions. Each question carries **10** marks.

2. Highlight the developments and recent trends which have led to the growing importance of International Finance.
3. Write notes on :—
 - (a) Spot and forward transactions
 - (b) Asset Market Approach.
4. How is the equilibrium foreign exchange rate determined ? What factors influence the exchange rate ?
5. What is Multinational Capital Budgeting ? Discuss in detail the profitability Analysis of project for Parent company under different situations.

SECTION—C

Note :—Attempt any **TWO** questions. Each question carries **10** marks.

6. What is the main objective of conducting a country risk analysis ? Discuss the factors influencing the country risk analysis.
7. What is Risk Hedging ? How are the transaction and translation exposure measured and managed ?
8. Explain in detail the recent developments in the derivatives market in India.
9. Write notes on :—
 - (a) Operating Exposure
 - (b) International Banking.