

Exam. Code : 906004

Subject Code : 8513

M.Com. Semester—IV

INTERNATIONAL FINANCIAL MANAGEMENT

Paper—MC-411

Time Allowed—3 Hours] [Maximum Marks—100

SECTION—A

Note :— Attention :— Answer any *ten* questions from Section A. Answer to each question should be upto 5 lines in length. Each question carries 2 marks.

1. Write short notes on the following :

- (i) Spot Rate
- (ii) Straddles
- (iii) SDR
- (iv) Current Account Deficit
- (v) Arbitrage
- (vi) Purchasing Power Parity
- (vii) Euromoney
- (viii) Hedging
- (ix) Currency Variability
- (x) Options
- (xi) Temporal Method of Translation
- (xii) Currency Swaps.

SECTION—B

Note :— Attempt any *two* questions from Section B. Answer to each question should be upto 5 pages in length. Each question carries 20 marks.

2. How the financial management in international context is different from financial management in domestic context? Narrate the role of a finance manager of a multinational organization.
3. Critically examine the Balance of Payment framework and its status in the post recession period.
4. Examine the different theories of Exchange rate determination.
5. Critically examine the evolution of European monetary system and its various phases of development.

SECTION—C

Note :— Attempt any *two* questions from Section C. Answer to each question should be upto 5 pages in length. Each question carries 20 marks.

6. Briefly explain the framework that can facilitate a formal assessment of country risk and its implications for corporate decision making.
7. Do the different methods of translation arrive at different size of translation exposure? Explain.
8. What is transaction exposure? How it is different from accounting exposure? Elucidate the various techniques to manage transaction exposure.
9. Narrate the growth and development of derivative markets in India. Describe the recent developments in derivative markets in India.