

Exam. Code : 217604

Subject Code : 6290

M.Com. Semester—IV

**MC-411 : INTERNATIONAL FINANCIAL
MANAGEMENT**

Time Allowed—3 Hours] [Maximum Marks—100

SECTION—A

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

1. Write short notes on the following :

- (i) Forward rates
- (ii) Strangles
- (iii) Purchasing power parity
- (iv) Fisher effect
- (v) Cross rates
- (vi) Capital Account
- (vii) Institutional investor
- (viii) Exchange risk
- (ix) Country risk
- (x) Futures
- (xi) Current Account
- (xii) Risk Hedging.

SECTION—B

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

2. What is international financial management all about ? What challenges have been posed by the recent financial crises on international finance ?
3. What is Balance of Payments all about ? Briefly describe any two approaches to BOP adjustments.
4. Discuss the different techniques of forecasting exchange rates.
5. What are the most important factors that should be monitored in determining the movements in an exchange rate ?

SECTION—C

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

6. Why country risk analysis is important for an MNC ? Briefly explain the various techniques to assess country risk.
7. What is transaction exposure ? Briefly enumerate the techniques of hedging transaction exposure.
8. Explain the difference in the translation process between monetary/non monetary method and the current method.
9. Describe the various foreign exchange instruments. Examine the recent developments in the derivatives markets in India.