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Name.....

Reg. No.....

**THIRD SEMESTER M.B.A. DEGREE (REGULAR/SUPPLEMENTARY)  
EXAMINATION, JANUARY 2022**

M.B.A.

BUS 3EF 01/IB 01—INTERNATIONAL FINANCE

(2016 Scheme)

Time : Three Hours

Maximum : 36 Weightage

*Answer all questions.**Each question carries 1 weightage.*

1. Distinguish between Capital account and Current account.
2. State Interest Rate Parity theory. Briefly discuss its use.
3. What do you mean by Gold Standard ? Is it currently being used ?
4. Enumerate the major conditionalities of IMF loans.
5. Distinguish between Direct quotes and Indirect quotes.
6. Distinguish between Transaction exposure and Translation exposure.

(6 × 1 = 6 weightage)

*Answer any four questions.**Each question carries 3 weightage.*

7. Explain the structure of BOP.
8. What do you mean by Convertibility of currency ? Discuss.
9. Discuss briefly the special schemes of lending of IMF.
10. Explain the salient features of Spot market and Forward market.
11. Discuss the factors influencing Forward rates.
12. Write a note on Money market hedging and its use.

(4 × 3 = 12 weightage)

*Answer any three questions.**Each questions carries 4 weightage.*

13. Explain International Fisher Effect.
14. Write a note on Alternate Exchange Rate Regimes.

**Turn over**

15. Discuss briefly Spot rate, Forward rates, Forward premium and Forward discount.
16. 'Hedging is an effective tool in management of foreign exchange'. Elucidate.
17. What are the emerging trends in international finance ?

(3 × 4 = 12 weightage)

*Answer the following.*

**Compulsory question.**

18. "The most important index in financial market is NIFTY, it uses a set of stocks that are representative of the whole market, to measure the change in the overall behavior of the market over a period of time". Critically examine the above statement. Give your views. Substantiate your views.

(1 × 6 = 6 weightage)