

Roll No.

Total Pages : 4

2626/MR

F-20/2050

INTERNATIONAL FINANCE

Paper–MC-406 (ii)

Time Allowed : 2 Hours]

[Maximum Marks : 70

Note : Attempt any **four** questions. All questions carry equal marks.

1. What do you mean by international finance ? What are the foundations of international finance ? Examine the reason for growing importance of international finance ?
2. What are the major international financial functions ? Examine the role of a finance manager in a multinational corporation.

3. What do you mean by balance of payments ? Examine the importance of the analysis of balance of payments in international finance?
4. What do you mean by foreign direct investment? Explain the factors affecting the foreign direct investment in a country ?
5. What do you mean by foreign exchange market? Examine the functions and structure of foreign exchange market.
6. Distinguish between ADR and GDR ? What are the salient features of ADR ? What are the advantages of ADR ?
7. What do you mean by foreign exchange risk ? Examine the different methods for the management of foreign exchange risk ?

8. What do you mean by multinational working capital management ? Explain the major issues in multinational working capital management.

(x) Fisher effect

(xi) Translation exposure

(xii) Interest rate parity

9. Attempt any 10 of the followings :

(i) International monetary system

(ii) Gold standard

(iii) Capital account

(iv) Regional economic integration

(v) NAFTA

(vi) ASEAN

(vii) Spot market

(viii) Money changers

(ix) International cash netting