Roll. No………………………… 1223076

MBA 3rd Semester Examination
June. 2014
Subject- International Financial Management
Subject Code: MSL - 635

Time Allowed: 03 hours. Maximum Marks: 100

Before answering the question paper the candidate should ensure that they have been supplied the correct question paper. Complaints in this regard, if any, shall not be entertained after the examination.

Note: All questions carry equal marks. Ques. No. 1 is Compulsory and attempt two questions from each section.

1. Write short notes on
   i. What is SDR? Who created them and why?
   ii. Differentiate between spot and Forward Market?
   iii. What is an external Commercial Borrowing?
   iv. What is double Taxation?

SECTION – A

2. Explain the evolution and objectives of international monetary system?

3. Discuss the Purchasing Power Parity Theory and contrast it with Interest Rate Parity theory.

4. What are the risks involved in ECBs? How can the exposure be managed arising from ECBs?

SECTION -B

5. Distinguish between bilateral and multilateral netting. Give examples to illustrate your answer?

6. Write notes on:-
   a) NPV method b). Adjusted Present value method.

7. What is translation exposure? How it is measured and managed.