

**K-851**

Total Pages : 3

Roll No. ....

**MS-405**

**INTERNATIONAL FINANCE**

Master of Business Administration (MBA)

4th Semester Examination, 2023 (Dec.)

**Time : 2 Hours]**

**Max. Marks : 70**

**Note :** This paper is of Seventy (70) marks divided into two (02) Sections A and B. Attempt the questions contained in these sections according to the detailed instructions given therein. Candidates should limit their answers to the questions on the given answer sheet. No additional (B) answer sheet will be issued.

**SECTION–A**

**(Long Answer Type Questions)**

**Note :** Section 'A' contains Five (05) long answer type questions of Nineteen (19) marks each. Learners are required to answer any Two (02) questions only.

(2×19=38)

1. What is the role of International Monetary Fund (IMF) in the global economy, and how does it contribute to the stability of member countries' economies?
2. Examine the key factors that shape the contemporary international financial environment and discuss their impact on global economic stability and growth.
3. Analyze the use of American Depositary Receipts (ADRs) and Global Depositary Receipts (GDRs) as a financial instrument for foreign companies seeking to access foreign capital markets. Highlight the key features and benefits of ADRs and GDRs.
4. What do you understand by foreign exchange? How is foreign exchange earned by a country?
5. Explain how to calculate the real exchange rate. What factors contribute to changes in the real exchange rate over time?

### **SECTION-B**

#### **(Short Answer Type Questions)**

**Note :** Section 'B' contains Eight (08) short answer type questions of Eight (08) marks each. Learners are required to answer any Four (04) questions only. (4×8=32)

1. Why is balance of payments important for country's economic health?
2. What are the main components of international financial market?
3. Discuss relevance of foreign exchange exposure.
4. What are the implications for purchasing power parity for international trade?
5. How do changes in exchange rates impact exports and imports?
6. What is basic operational features of international banking?
7. Write a note Euro Equity Market.
8. What factors influence a multinational corporation's decision to issue bonds in the international bond market rather than the domestic market?

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