

A-1372

Total Pages : 3

Roll No.

MS-405

Master of Business Administration (MBA)

International Finance

Examination February, 2026

Time : 2:00 Hrs.

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 (2×19=38)

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.

A-1372

(1)

P.T.O.

1. Define the International Financial Environment. Discuss its major components and explain how it affects global business decisions.
2. Explain the meaning and significance of International Capital Flows. Discuss Foreign Direct Investment (FDI) and Foreign Portfolio Investment (FPI) and their impact on developing economies.
3. Explain Purchasing Power Parity (PPP) and Interest Rate Parity (IRP). How do these theories help in understanding currency valuation in international markets ?
4. Explain the concept of Globalization of Financial Markets. What are the benefits and challenges of global integration of Capital Markets ?
5. Describe the role of Multinational Corporations (MNCs) in the International Financial Environment. How do they influence Global Trade and Investments ?

Section–B

Short Answer Type Questions (4×8=32)

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.

1. What is Exchange Rate Determination ? Explain the factors that influence Exchange Rates in the Foreign Exchange Market.
2. What are the benefits of listing on Foreign Stock Exchanges ?
3. What is Country Risk ? How is it evaluated in International Projects ?
4. Define International Project Appraisal and explain its importance also.
5. What is an Operating Cycle ? Explain its stages also.
6. Discuss the major functions of International Banks.
7. Discuss the differences between Currency Futures and Currency Forwards.
8. Discuss the difference between Balance of Trade (BoT) and Balance of Payments (BoP).
