

MBA-353**MSP-33**

**M.B.A. DEGREE EXAMINATION –
JUNE 2009.**

(AY 2005–06 batch onwards)

Second Year

Finance Management

INTERNATIONAL FINANCIAL MANAGEMENT

Time : 3 hours

Maximum marks : 75

PART A — (3 × 5 = 15 marks)

Answer any **THREE** questions.

All questions carry equal marks.

1. Distinguish between international economics and international finance.
2. Give an actual or notional example of defensive investment.
3. What do you know about SDR?
4. Write a short note on discounting and factoring.
5. What are the forms used in connection with foreign remittances?

PART B — (4 × 15 = 60 marks)

Answer any FOUR questions.

All questions carry equal marks.

6. “The international economy is fast turning into a borderless global village”. Critically examine.
7. ‘Minimization of global tax liability is not only the object of transfer pricing’ — Discuss.
8. Briefly discuss major benefits arising from internationalization of the financial system.
9. Briefly explain different methods of exchange rate forecasting. Discuss their suitability in the Indian context.
10. Write a brief note on highlighting special problems of developing countries in financing foreign trade, also suggest the remedies.
11. What do you mean by Eurocurrency and Euro bond markets? Do you think that there has been a significant growth of the Eurodollar market?
12. Elaborate the special features of Eurobond market.