

Code No. 9104

## **FACULTY OF MANAGEMENT**

MBA III - Semester Examination, May / June 2017

**Subject: International Finance** 

Elective - III - Finance

Course No. 3.4.3 (F)

Time: 3 Hours

Max. Marks: 80

Note: Answer all the questions.

PART – A (10x2 = 20 Marks) [Short Answer Type]

- 1 Write short notes on the following:
  - a) Euro currency market
  - b) Euro bonds
  - c) BOP
  - d) Fisher effect
  - e) FEMA
  - f) Motives of FDI
  - g) Money market hedge
  - h) Financial risk
  - i) Value added tax
  - i) Transfer pricing

# PART – B (5x12 = 60 Marks) [Essay Answer Type]

2 a) What is International finance? Explain the significance of International finance.

### OR

- b) Explain the various segments of the International Financial Market.
- 3 a) Describe the Structure and Organization of Foreign Exchange Markets in India.

### OR

- b) Explain the International Fisher effect.
- 4 a) Explain the various modes of Foreign Investment.

### OR

- b) Explain the financial evaluation of overseas investment using APV.
- 5 a) Discuss risk management through hedging.

### OR

- b) Explain about internal hedging strategies.
- 6 a) Explain the Basic Principles of International taxation.

### OR

b) Explain transfer pricing rules in India.

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