

VI Semester B.B.A. Examination, August/September 2023 (CBCS) (2016-17 and Onwards) (Repeaters) Paper – FN 6.5: BUSINESS ADMINISTRATION Elective Paper – III: International Finance

Time: 3 Hours

Max. Marks: 70

Instruction: Answer should be written in English only.

SECTION - A

Answer any 5 sub-questions. Each sub-question carries 2 marks :

 $(5 \times 2 = 10)$

- 1. a) What is foreign exchange market?
 - b) Mention the types of options.
 - c) Expand SDR and ADR.
 - d) What is hedging?
 - e) Mention the objectives of foreign exchange rate policy.
 - f) What do you mean by translation exposure?
 - g) Expand MIGA and IBRD.

SECTION - B

Answer any 3 questions. Each question carries 6 marks:

 $(3 \times 6 = 18)$

- 2. Differentiate between IMF and World Bank.
- 3. Explain the issues involved in international finance.
- 4. Explain the objectives of International portfolio management.
- 5. What are the functions of IMF?
- 6. Explain the techniques of hedging.



SECTION - C

Answer any 3 questions. Each question carries 14 marks:

 $(3 \times 14 = 42)$

- 7. What is international finance? Explain the scope and features of international finance.
- 8. What is swap? Explain the features and types of swap.
- 9. What is balance of payment? Explain the components of balance of payment.
- Explain briefly the benefits and risk associated with globalization of financial markets.
- 11. Write a note on:
 - a) Cross currency rates.
 - b) International liquidity.
 - c) Derivatives.