

## VI Semester B.B.A. Examination, September/October 2022 (CBCS) (Fresh + Repeaters) (2016 – 17 and Onwards) BUSINESS ADMINISTRATION

FN – 6.5 : International Finance Elective Paper – III

Time: 3 Hours

Max. Marks: 70

Instruction: Answers should be written in English only.

## SECTION - A

- 1. Answer any five sub-questions. Each sub-question carries two marks. (5×2=10)
  - a) What is international liquidity?
  - b) Mention any two advantages of gold standard.
  - c) Expand ADR and PERLS.
  - d) Give the meaning of portfolio investment.
  - e) What is call option?
  - f) What is Bid and Ask price in forex trading?
  - g) What is hedging?

## SECTION - B

Answer any three questions. Each question carries six marks.

 $(3 \times 6 = 18)$ 

- What are the advantages and disadvantages of derivatives ?
- Explain any six innovative debt instruments.
- Explain the use of options as a hedging instrument.
- State the objectives of international portfolio management.
- 6. What are the features of FEMA?



## SECTION - C

Answer any three questions. Each question carries fourteen marks. (3x14=42)

- 7. What do you mean by Balance of Payment? Explain in detail the components of Balance of Payment account.
- 8. What is IMF? Explain its objectives and functions.
- Explain briefly the benefits and risks associated with globalisation of financial markets.
- 10. What is future contract? Explain its advantages and disadvantages.
- 11. Write a short note on:
  - a) Asian Development Bank
  - b) Special Drawing Rights
  - c) International Development Association.