



MBA.(IB).III/11.973

**MBA (INTERNATIONAL BUSINESS) DEGREE III SEMESTER EXAMINATION
NOVEMBER 2011**

SMI 2303 INTERNATIONAL FINANCE

Time: 3 Hours

Maximum Marks: 50

(5 × 10 = 50)

- I. A. Describe the role and functions of IMF.
OR
B. What do you understand by Brettonwood conference? Explain salient features and outcome of this conference.
- II. A. What is Balance of Payments? Explain its contents.
OR
B. What is Balance of Payments disequilibrium? Explain the adjustment factors related to it.
- III. A. What is forward contract? Explain it with suitable illustration.
OR
B. What do you understand by Options Contract? Explain the applications of Call option and Put option with suitable illustrations.
- IV. A. What are the strategies used for managing transaction exposure? Explain them.
OR
B. What is economic exposure? Narrate the strategies used to manage it.
- V. A. What are international financial market instruments? Explain them.
OR
B. Explain the need for foreign direct investment and international portfolio investment for the growth of economy of developing countries.
