## MBA (IB) DEGREE III SEMESTER EXAMINATION NOVEMBER 2010

## **SMI 2303 INTERNATIONAL FINANCE**

Time: 3 Hours Maximum Marks: 50

(Each question carries **TEN** marks)

I. A. What are the different funding facilities through which IMF provides balance of payments support to member countries?

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- B. Describe the structure of Indian foreign exchange market.
- II. A. Comment on the recent developments in global financial markets and its impact on Indian economy.

OR

- B. How do international banks intermediate in the foreign exchange market?
- III. A. Give a detailed account of the components of Balance of Payments.

OR

- B. Describe the evolution of International Monetary System.
- IV. A. Explain with suitable example, the pay off profile for the buyer and seller of a future contract.

OR

- B. How does exchange rate risk get reflected in deciding between domestic sources and overseas sources of financing?
- V. A. What is an Offshore financial centre? What advantages does it offer to multinationals?

OR

B. Explain the role of services in the balance of payments of India.

