

1056  
Master of Business Economics  
Fourth Semester  
Group – A: Banking and Finance  
MBE-7203: International Finance

Time allowed: 3 Hours

Max. Marks: 80

**NOTE** Attempt five questions in all, selecting one question from each Unit.

x-x-x

**UNIT – I**

- I. Give an overview of international financial management. How would you organize finance function in an international firm? (16)
- II. What are the major global financial markets? Comment upon the behavior of interest rates in these markets? (16)

**UNIT – II**

- III. Write a note on the salient features of foreign exchange market. Explain the trading mechanism in the foreign exchange market. (16)
- IV. What do you mean by corporate exposure management? Explain the different strategies for corporate exposure management. (16)

**UNIT – III**

- V. What are the various operative functions in international working capital management? Examine the factors affecting the working capital needs of a multinational corporation. (16)
- VI. What do you mean by Eurocurrency market? Examine the salient features of Eurocurrency market and its role in international business? (16)

**UNIT – IV**

- VII. What are the main international financial instruments? Examine their risk. Return characteristics from the point of view of companies raising funds. (16)
- VIII. What are the salient features of capital structure of a multinational corporation? How would you design an appropriate capital structure for a multinational corporation? (16)

**UNIT – V**

- IX. Write a note on the recent changes in the international money and capital markets? Explain their impact on international business. (16)
- X. What are the different taxation issues in international finance? How would you deal with these issues? (16)

x-x-x