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SVKM's NMIMS UNIVERSITY
School of Distance Learning

International Financial Management
PGDFM

Date: 1.6.2007

Time: 3.00 pm to 6.00 pm

Marks: 100

- A) Answer any Five questions
B) Each question carries 20 marks
1.
 - a) "Free Trade is beneficial to all" - Critically examine this statement.
 - b) Regional trade blocks are a challenge to free trade and World Trade Organization – Do you agree? Give reasons for your answer.
 2. MNC's bring about a competitive regime and a monopolistic regime. Is it true?.
 3. Which financial decisions should be centralized and which should be de-centralized by the MNC's?. Explain Why?.
 4. "Balance of payments always balances." – Comment
 5. How does International Financial Systems differ from Domestic Financial System?.
 6. Briefly mention the benefits of internationalization of the financial system.
 7. Write short notes on:
 - a) Foreign exchange rates – spot and forward
 - b) Evolution of Exchange rate system in India
 8. Distinguish between
 - a) Accounting exposure and economic exposure.
 - b) Leading and lagging
 9.
 - a) What are the functions and lending programmes of the EXIM bank?
 - b) Explain the guarantees issued by the Export credit guarantee corporation.
 10.
 - a) Describe the different export declaration forms. How are they used by the exporters?
 - b) Briefly explain the features of the euro bond market.