

SVKM's NMIMS  
**NMIMS – GLOBAL ACCESS SCHOOL FOR CONTINUING EDUCATION**

Programme: PGDFM/PGDITM

Examination: December 2014  
Subject: International Finance

Date: 04.01.2015

Semester: IV  
Course : New  
Marks : 70  
Time: 3.00 p.m. to 6.00 p.m.

**Instructions:**

1. Answer to each new question to be started on a fresh page.
2. Figures in bracket indicate full marks.

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**Q.1) Attempt any 2 out of 4**

(Marks: 2X5=10)

- a) Explain the role of various participants in foreign exchange market.
- b) Explain the meaning and importance of balance of payment.
- c) Write short note on IMF
- d) Explain the Bretton Woods exchange rate system.

**Q.2) Write short notes on (2 out of 5)**

(Marks: 2X5=10)

- a) Explain the meaning of term "Dollarisation".
- b) Explain the meaning of nostro and vostro account.
- c) Define spot and forward market
- d) Explain the meaning of cross rates.
- e) Explain the international fisher effect.

**Q.3) Attempt any 3 out of 5**

(Marks: 3X10=30)

- a) Explain the components of Balance of payment.
- b) Explain the evolution of exchange rate system in India.
- c) Explain the Difference between FERA and FEMA.
- d) Explain the factors affecting exchange rate.
- e) Explain the meaning and importance of interest rate parity.

**Q.4) Attempt both the questions**

(Marks: 2X10=20)

- a) Explain the different types of mutual funds.
- b) Explain the different types of letter of credit.

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