VPM's DR VN BRIMS, Thane

Programme: PGDM (2018-20) (Finance)

PGDM Trimester IV Examination September 2019

Subject	International Finance	115	15 - 1 - 1
Roll No.		Marks	60 Marks
Total No. of Questions	7	Duration	3 Hours
Total No. of printed		Date	05.10.2019
pages			

Note: Q1 is compulsory and solve any FOUR from the remaining SIX questions.

Q1) 20 Marks (Compulsory)

The Bretton woods Conference marked the establishment of major institutions to control and regulate international trade and finance. In light of this,

- 1. Which institutions were established at this conference?
- 2. Explain the need, functions and importance of these institutions.

Attempt Any FOUR from the Remaining SIX Questions

Q2) Any two from (a) or (b) or (c) —
$$(5x2) = 10 \text{ Marks}$$

- a) Explain "Globalization of Production"?
- b) Write a detailed note on Smithsonian Arrangements
- c) What is meant by Fixed Exchange Rates? Give your argument in favour of the Fixed Exchange Rate System?

Q3) Any two from (a) or (b) or (c) —
$$(5x2) = 10 \text{ Marks}$$

- a) Write a detailed note on International Monetary Fund.
- b) Explain Currency Forward and Future Contracts
- c) What is a Swap?

Q4) Any two from (a) or (b) or (c) —
$$(5x2) = 10$$
 Marks

- a) "Globalisation of markets offers the consumers a wide array of products and services" Do you agree with this statement?
- b) Explain Pegging?
- c) What is a Forward Contract?

Q5) Any two from (a) or (b) or (c) —
$$(5x2) = 10$$
 Marks

- a) Explain the concept of "Surplus" and "Deficit" in the Balance of Payments
- b) What is meant by Floating Exchange Rates? Give your argument in favour of the Floating Exchange Rate System?
- c) What is a Target Zone Arrangement?

Q6) Any two from (a) or (b) or (c) ———— (5x2) = 10 Marks

- a) What is Euro Currency? Explain in detail
- b) Explain the main reasons for collapse of the Gold Standard.
- c) What is a Dirty Float

Q7) Any two from (a) or (b) or (c) — (5x2) = 10 Marks

- a) Write a short note on International Investment Decisions
- b) What is a Euro Currency Deposit?
- c) Write a short note on the difference between Depreciation of a currency and Devaluation of a currency.