

VPM's
DR VN BRIMS, Thane
Programme: PGDM (2017-19) (finance)
PGDM Trimester IV Examination September 2018

Subject	International Finance		
Roll No.		Marks	60 Marks
Total No. of Questions	7	Duration	3 Hours
Total No. of printed pages	1	Date	29.09.2018

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

Q1) 20 Marks (Compulsory)

“Mass destruction after World War II led to the establishment of global financial institutions”

Do you agree with the above statement? Discuss with reasons

In the light of the above statement, also discuss the following:

1. Increased Capital Mobility across international borders
2. Development of the Global Financial System

Attempt Any FOUR from the Remaining SIX Questions

Q2) Any two from (a) or (b) or (c) ————— (5x2) = 10 Marks

- a) Explain the term ‘International Liquidity’.
- b) What is meant by Floating Exchange Rates? Give your argument in favour of the Floating Exchange Rate System?
- c) Define and explain the term ‘Globalisation’.

Q3) Any two from (a) or (b) or (c) ————— (5x2) = 10 Marks

- a) Write a short note on Fixed Exchange Rate
- b) Write a short note on Currency Convertibility
- c) Explain SDRs

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

- a) “Socio-political issues are connected to International Finance and Trade” Do you agree with this statement? Explain
- b) Write a short note on International Monetary Fund.
- c) What is meant by a “Surplus” and “Deficit” in the Balance of Payments?

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

- a) Write a short note on Special Drawing Rights.
- b) Write a short note on Depreciation of a currency.
- c) Write a short note on Devaluation of a currency.

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

- a) Distinguish between Fixed Exchange Rate and Floating Exchange Rate.
- b) Write a short note on Balance of Payments.
- c) Write a short note on Gold Standard.

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

- a) Write a short note on Purchasing Power Parity.
- b) Explain the Financing Decision with special reference to International Markets.
- c) What is the most important contribution of the Bretton Woods Conference?