

S.No. : 332

BBAP 3601

No. of Printed Pages : 04

Following Paper ID and Roll No. to be filled in your Answer Book.

PAPER ID : 37332

Roll
No.

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BBA (P) Examination 2021-22

(Even Semester)

INTERNATIONAL FINANCIAL MANAGEMENT

Time : Three Hours [Maximum Marks : 60]

Note :- Attempt all questions.

SECTION-A

1. Attempt all parts of the following : $8 \times 1 = 8$

- (a) What do you mean by G. D. R.?
- (b) What do you mean by Primary Market?
- (c) Write the name of any two factors influencing exchange rate?
- (d) What is contingent risk?
- (e) What is working capital management?

[P. T. O.]

- (f) What do you mean by inventory management?
- (g) Define MNC.
- (h) What are the main sources of finance in multi national corporations?

SECTION – B

2. Attempt any two parts of the following : $2 \times 6 = 12$

- (a) Explain the concept of Balance of Payment (BOP) and discuss the different accounts of BOP.
- (b) Explain the purchasing power parity in its absolute form. What are the assumptions of static form of PPP?
- (c) What do you mean by working capital management? What are the determinants of working capital management needs of an enterprise?
- (d) How do you evaluate mergers and acquisition? Explain the role of consideration value in this respect.

SECTION – C

Note :- Attempt all questions. Attempt any two parts
from each questions. $5 \times 8 = 40$

3. (a) What is comparative cost advantage theory?
Explain.
- (b) Bring out the differences between domestic and international financial management.
- (c) Write short notes on the following :
- (i) ADR
 - (ii) Euro bonds
4. (a) Define option contract. Give various terminology used in option contracts.
- (b) What do you mean by foreign exchange risk?
What are the types of risk? Explain.
- (c) Write short notes on the following :
- (i) SPOT market
 - (ii) SWAP transaction

5. (a) What is foreign trade financing? What are its instruments?
- (b) What is letter of credit? Explain its types.
- (c) Distinguish between bilateral and multilateral letting. Give examples to illustrate your answer.
6. (a) Explain the adjusted present value approach.
- (b) Write short notes on the following :
- (i) Foreign Direct Investment (FDI)
- (ii) Foreign Institutional Investment (FII)
- (c) How do you compute the cash flow in international capital budgeting?

