

MITF Sem.-2 Examination

MITF - 109T

International Financial Management

Time : 2-30 Hours]

May-2025

[Max. Marks : 70

Instructions:

- Figures to the right indicate Full Marks.
- Do not write anything on the question paper.
- Simple calculator is allowed. Do not use a scientific calculator.

Q.1	Describe the historical development of international business and illustrate your answer with relevant examples.	14
	OR	
Q.1	Explain the role of the IMF in maintaining international liquidity and stabilising exchange rates.	14
Q.2	Who are arbitrageurs in the foreign exchange market? Explain their role and importance with suitable examples.	14
	OR	
Q.2	What is Covered Interest Rate Arbitrage? Illustrate with an example.	14
Q.3	Explain the structure of international financial markets, with reference to Euromarkets, special financing vehicles, and depository receipts.	14
	OR	
Q.3	Discuss the role of international financial markets in global financial management.	14
Q.4	Explain the process of raising capital through Global Depository Receipts (GDRs) and American Depository Receipts (ADRs).	14
	OR	
Q.4	Explain the concept of foreign currency financing. How do Indian financial institutions provide foreign currency financing to businesses? Support your answer with relevant examples.	14
Q.5	Answer in one line/one word (any 7) 1. What does GDR stand for in international finance? 2. Name the international organisation responsible for global financial stability.	14

(P.T.O)

N480-2

	<ol style="list-style-type: none">3. What is the full form of IRP in exchange rate determination?4. Name one key participant in the foreign exchange market.5. Define arbitrage in the foreign exchange market.6. What is the difference between spot and forward exchange rates?7. Which market deals with offshore financial transactions?8. Name one strategy used to manage transaction exposure.9. Which financial instrument allows companies to raise funds in international stock markets?10. What is the primary function of the foreign exchange market? <p style="text-align: center;">END</p>	
--	---	--