

GUJARAT TECHNOLOGICAL UNIVERSITY
MBA - SEMESTER-III • EXAMINATION – SUMMER • 2014

Subject Code: 2830502**Date: 31-05-2014****Subject Name: International Finance (IF)****Time: 14:30 pm – 17:30 pm****Total Marks: 70****Instructions:**

1. Attempt all questions.
2. Make suitable assumptions wherever necessary.
3. Figures to the right indicate full marks.

- Q.1** (a) What is the meaning of International Finance? How it differs from domestic Finance? **07**
 (b) Discuss major factors driving Globalization. **07**
- Q.2** (a) Define and differentiate Spot and Forward contracts. **07**
 (b) Write a short note on Classical Gold Standard. **07**
- OR**
- (b) What is Letter of Credit? Explain its Mechanism with its diagram. **07**
- Q.3** (a) Explain the TT and Bill Buying Rates and Selling Rates. **07**
 (b) What is INCOTERMS? Explain any three INCOTERMS of your Choice. **07**
- OR**
- Q.3** (a) What is Exposure? Broadly, Explain the three different types of Exposure in International Business. **07**
 (b) Discuss major types of International Banking offices in Detail. **07**
- Q.4** (a) Define and Differentiate between Forward and Futures. **07**
 (b) Explain in Detail Marketing to Market feature in case of Future Trading. **07**
- OR**
- Q.4** (a) Write a short note on WTO **07**
 (b) Discuss the major methods of dealing with Translation exposure. **07**
- Q.5** (a) What is Exchange Rate? Explain the Merits and Demerits of fixed and flexible Exchange Rate. **07**
 (b) Explain the Growth and History of Exchange Rate System. **07**
- OR**
- Q.5** (a) What is BPO? Comment on India's BPO. **07**
 (b) Why International Portfolio Investment is Popular? Explain the Risk Reduction through International Diversification. **07**
