


Name:		
Enrolment No:		
UNIVERSITY OF PETROLEUM AND ENERGY STUDIES Online End Semester Examination, Dec 2020		
Course: MBA-IB		Semester: III
Program: International Finance management		Max. Marks: 100
Course Code: FINC8001		Duration: 03 Hours
SECTION A		
1. Each Question will carry 5 Marks 2. Instruction: Complete the statement / Select the correct answer(s)		
S. No.	Question	CO
Q 1	The world's four major trading currencies are all free to float against each other. They include all the following except. a) The British Pound b) The Japanese Yen c) The Spanish Peso d) The US Dollar	CO1
Q2	Exchange markets and over counter markets are considered as two types of a) floating market b) risky market c) secondary market d) primary market	CO1
Q3	Syndication of loans is done in a) Euro credit market b) Eurobond market c) Euro note market d) All the above	CO1
Q4	Nations that have major economic expansion attract a) Imports b) Direct Foreign Investment c) Exports d) Privatization	CO1
Q5	Not a profit maximizing business is a) International Monetary Fund b) International bank for Reconstruction and Development c) International Financial Corporation d) World Trade Organisation	CO1
Q6	The term Euro currency Market refers to a) The countries which have adopted Euro as their currency b) The market in which Euro is exchanged for other currencies c) The market where the borrowing and lending of currencies take place outside the country of issue	CO1

	d) The international foreign exchange market	
SECTION B		
1. Each question will carry 10 marks 2. Instruction: Write short / brief notes		
Q 7	Explain Interest Rate Parity (IRP) Theory with the help of a suitable example.	CO2
Q 8	Define foreign exchange risk exposure, distinguish between accounting and economic exposure?	CO2
Q 9	Explain in detail the monetary control techniques of RBI.	CO3
Q 10	What is the primary goal of multinational companies? Why is stockholder's wealth maximization more relevant than profit maximization?	CO3
Q 11	Explain the factors responsible for growing importance of International Financial Management. OR Explain Purchasing Power Parity (PPP) Theory with the help of a suitable example.	CO4
Section C		
1. Each Question carries 20 Marks. 2. Instruction: Write long answer.		
Q12	"The International economy is fast turning into a borderless global economy" Critically analyze in relation to International Financial system. OR Discuss the various types of foreign exchange exposure. Explain the need for foreign exchange exposure management.	CO4