

GUJARAT TECHNOLOGICAL UNIVERSITY**MAM - SEMESTER– IX EXAMINATION – SUMMER 2022****Subject Code: 4190541****Date: 01/06/2022****Subject Name: International Finance****Time: 02:30 pm to 05:30 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) Explain the process of LC? Elaborate various type of letter of credit. **07**
 (b) What is the scope & importance of international finance? Elaborate the challenges of international finance. **07**
- Q.2** (a) Write the difference between ADR and GDR. **07**
 (b) What do you understand by Balance of Payment? What are the components of BOP? **07**
- OR**
- (b) Briefly explain the different types of risks in international finance **07**
- Q.3** (a) Write a note on Purchasing Power Parity **07**
 (b) Write a note on World Trade Organization & International Monetary Fund. **07**
- OR**
- Q.3** (a) Explain the forward and future contracts with example. **07**
 (b) What do you mean by exposure? How it affects to the international business? **07**
- Q.4** (a) Write a note on Gold Standard v/s Bretton Wood System. **07**
 (b) What is FDI? What are the advantages & disadvantages of Foreign Direct Investment? **07**
- OR**
- Q.4** (a) What is foreign exchange market? Explain its role and structure. Who are the participants in foreign exchange market? **07**
 (b) Elaborate on centralized cash management system in international business **07**
- Q.5** (a) Examine the types of risk covered by ECGC to help Indian exporters and banks **07**
 (b) What are the types of Euro Bonds. Explain each. **07**
- OR**
- Q.5** (a) What do you mean by terms – Arbitrage, options and speculation. **07**
 (b) What are the factors to be considered by MNC before going global? **07**
