

**BIRLA INSTITUTE OF TECHNOLOGY, MESRA, RANCHI
(END SEMESTER EXAMINATION)**

**CLASS: MBA
BRANCH: MBA**

**SEMESTER : III
SESSION : MO/2024**

SUBJECT: MT507 INTERNATIONAL FINANCE

TIME: 3 Hours

FULL MARKS: 50

INSTRUCTIONS:

1. The question paper contains 5 questions each of 10 marks and total 50 marks.
 2. Attempt all questions.
 3. The missing data, if any, may be assumed suitably.
 4. Before attempting the question paper, be sure that you have got the correct question paper.
 5. Tables/Data hand book/Graph paper etc. to be supplied to the candidates in the examination hall.
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		CO	BL
Q.1(a)	Why do Nations Trade" Elucidate the statement in context with growing international trade and its importance for the study of international finance?	[5] 1	1
Q.1(b)	Differentiate between International Financial management and Domestic Financial Management.	[5] 1	1
Q.2(a)	Explain the concept of Balance of Payment of a Country?	[5] 2	2
Q.2(b)	What are the constituents of Balance of Payment? Illustrate with an example	[5] 2	2
Q.3(a)	Find the one-month forward rate of US Dollar if spot rate is Rs. 84.00 and the forward premium is 12%.	[5] 3	2
Q.3(b)	What are the functions and nature of foreign exchange market?	[5] 3	3
Q.4(a)	Explain the benefits of FDI to the host and home countries?	[5] 4	4
Q.4(b)	Discuss the government policy for foreign direct investment in India.?	[5] 4	5
Q.5(a)	Explain the importance of EXIM Bank in International Financial System?	[5] 5	5
Q.5(b)	Explain NOSTRO, VOSTRO and LORO Accounts?	[5] 5	5

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