



MBA DEGREE EXAMINATIONS: APRIL / MAY 2023

(Regulation 2021)

Third Semester

MASTER OF BUSINESS ADMINISTRATION

P21MBE0150: International Finance

COURSE OUTCOMES

- CO1:** Explain the concepts of International Finance , Exchange rates ,Exchange rate systems basics of Behavioural Finance and Behavioural biases
- CO2:** Appraise the International Parity Theories and Balance of Payments
- CO3:** Explain the International risk management and the functions of International financial institutions
- CO4:**
- CO5:**

Time: Two Hours

Maximum Marks: 60

PART A (1 x 20 = 20 Marks)

- 1 “International trade is not only advantageous for a country but also useful for all countries in the world”. Discuss. 20 CO2 [K₄]

PART B (5 x 2 = 10 Marks)

- 2 How are exchange rates determined? Illustrate. 5 CO1 [K₂]
- 3 Explain the significance of Purchasing power parity theory. 5 CO2 [K₂]
- 4 Illustrate the various types of risks involved in Trade finance. 5 CO2 [K₂]
- 5 Identify the various factors which affect exchange rates in the market. 5 CO1 [K₃]
- 6 Summarize how the International Credit Market functions? 5 CO3 [K₂]

PART C (3 x 10 = 30 Marks)

- 7 Appraise the functioning of the foreign trade policy in India. 10 CO1 [K₃]
- 8 “Balance of Payments statement is divided in three parts – Current Account, Capital Account and overall Balance of Payments”. Explain in detail. 10 CO2 [K₅]
- 9 Explain the current functioning of International Equity market. 10 CO3 [K₅]
