

2 How is international financial management different from domestic financial management? Discuss 07

OR

Q-3 1 Why do firms invest overseas?-Explain. 07
2 Give difference between systematic risk and unsystematic risk. 07

SECTION – II

Q-4 **Attempt the Following questions** (07)

- a. What is triangular arbitrage? 01
- b. Write the objective of financial hedging 01
- c. What do you mean by temporal method? 01
- d. What is currency against currency trade? 01
- e. What do you mean by green field investment? 01
- f. Explain the meaning of Swap transaction 01
- g. Give the full name of FASB. 01

Q-5 **Attempt all questions** (14)

1 What are the functions of EXIM Bank? Explain. 07
2 What are the objectives of Bretton wood system? Discuss. 07

OR

Q-5 1 Write note on Documents require for export- import. 07
2 How would you define economic exposure to exchange rate? Describe. 07

Q-6 **Attempt all questions** (14)

1 Explain how a country can run an overall balance of payments deficit or surplus? 07
2 How does letter of credit operate? Describe 07

OR

Q-6 **Attempt all Questions**

1 Write a note on the mechanics of interbank trading. 07
2 Discuss the stages of evaluation of the international monetary system 07

