

GUJARAT TECHNOLOGICAL UNIVERSITY**M.B.A. Sem - IV Examination May 2011****Subject code: 840202****Subject Name: International Finance****Date: 23/05/2011****Time: 02.30 pm – 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 role of SDR during the period of Bretton Woods System **07**
 (b) How Interest Rate Swap is different from Currency Swap? **07**
- Q.2** (a) “Triangular Arbitrage may not be profitable every time” Comment **07**
 (b) Explain Cover Deals made under Interbank Deals **07**
- OR**
- (b) “Currency Swap is a Portfolio of Forward Contracts” Comment **07**
- Q.3** (a) Offshore Banking in India **07**
 (b) How are Eurobonds different from Foreign Bonds? **07**
- OR**
- Q.3** (a) Explain Bilateral and Multilateral Netting. **07**
 (b) Importance of Transfer Pricing for MNCs **07**
- Q.4** (a) Comment on FDI in India **07**
 (b) Explain Transaction exposure with suitable example **07**
- OR**
- Q.4** (a) Discuss recent cross border acquisition involving Indian companies **07**
 (b) Explain Correlation in returns of stocks in different countries with reference to International Portfolio Investments **07**
- Q.5** (a) Make a comparative study of FCA, FAS and FOB Prices used in quoting in Foreign Trade **07**
 (b) Role of EXIM in the development of Foreign Trade **07**
- OR**
- Q.5** (a) Explain Letter of Credit and different types of it. **07**
 (b) Explain different risks associated with Foreign Trade **07**
