**MBA**

**Global Financial Management (P16MBAEF5)**

* **Question Bank**

**Unit I**

1. Discuss Scope/Importance and Challenges of IF (Not Important)

2. Describe BoP Components and BoP Identity

3. Explain Accomodating vs Autonomous Transactions

4. What is the Difference between Depreciation vs Devaluation

5. What is the Difference between Gold Standard vs Bretton Woods System

6. Reasons for collapse of Bretton Woods and Smithsonian Agreement

7. What is the Difference between Fixed vs Flexible system – Advantages

8. European Monetary System

9. Factors affecting exchange rates

10. Present Exchange rates in different parts of the world (Read)

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**Unit II**

1. Currency Options in the Forex Markets

2. Hedging and Speculation with Interest Rate Futures

3. Methods of Forecasting Exchange Rates

4. Technical Approach in Exchange Rate Mechanism

5. Participants in Forex Markets

6. PPP and CIP Theory (Fisher Effect) (Read)

7. Structure of Forex Market

**Unit III**

1. Origin and Characteristics of Euro Currency Markets

2. Types of Instruments/Bonds in Euro Market

3. Note on Advantages of Offshore Banking (Eurobanks). What are its regulations?

4. ADR, GDR and IDR – Types, Advantages

5. Types of Investment Risk

6. What is the Difference between FII vs FDI

7. FEDAI

8. What is the Difference between FERA vs FEMA

9. Role and Qualities of Forex Manager (Broker)

10. Explain Cashflow at Subsidiary and Parent Company

11.What is Repatriation of profits? What is the procedure for an MNC to repatriate profits outside India?

**Unit IV**

1. Types of Risk in Forex Markets

2. How to manage Risk in Forex

3. Explain Portfolio Management in Forex Assets

4. Explain Tax Havens

5. What are the benefits of doing International Business

6. What is tax liability? How do countries reduce it?

7. Steps in International Project Appraisal

8. Options Approach to Project Appraisal

9. Types of International Taxation and its Objectives

**Big Questions**

1. Explain the Evolution of International Financial System?
2. Explain the significance of Eurocurrency and Eurobonds?
3. Briefly explain the Foreign Exchange Management Act?
4. What do you mean PPP? How Fisher Effect it done?
5. Discuss about the foreign direct investment?
6. Explain the financial goals and barriers of MNC in India?
7. Explain the Forex Risk and country specific risk, describe how it effects the exchange rate?
8. Differentiate between transaction exposure vs translation exposure?
9. Explain International taxation methods?
10. What is transfer pricing? Explain the significance of TP?
11. Explain the role of IMF in international monetary system?
12. Discuss the role of ADRs and GDRs
13. Briefly explain Tara pore committee report on foreign exchange market?
14. Explain the International portfolio diversification system?
15. Describe the features of ADR and GDRs and suggest measures to develop the market for IDRS.
16. How do importers and exporters use currency derivatives? Explain with example.
17. Explain the theory of comparative advantage and examine the role of incentives for exports.
18. Identify the risks faced by Multinational Companies and the methods to tackle them.
19. Critically examine the need for, features, and impact of “Double Taxation Avoidance Agreement”.
20. What are the major functions of the foreign exchange market?
21. Define Fisher Effect and its practical use.
22. Explain the process of Yen carry trade.
23. A Briefly discuss why international trade takes place. Do factors affecting international trade also affect international capital movements? Explain.
24. Explain the factors responsible for growing importance of International Financial Management.
25. What are the different external exposure management techniques which are used by importers and exporters?
26. Discuss about the different types of accounts of BOP. Can a country run a current account deficit (surplus) indefinitely? Give reasons.
27. Distinguish between 'Foreign Direct Investment' (FDI) and 'Portfolio Investment' and discuss the different strategies of portfolio investment.
28. Briefly discuss the centralized cash management system and its advantages and limitations.
29. Discuss the principal translation methods of 'foreign subsidiaries accounts.
30. Why are China and India emerging as attractive centers for foreign direct investment in recent years?
31. Discuss the methods of evaluating international investment decisions.
32. Discuss the different techniques available for currency risk management.
33. A What are the different external exposure management techniques which are used by importers and exporters?
34. Explain the different derivatives instruments which help to hedge the currency risks.
35. Explain the types of swaps. How they are useful to hedge the currency exposure.
36. What are multilateral tax treaties? How do you minimize the tax liability of foreign operations?
37. Discuss the status of taxation of foreign source income in India. 6
38. Minimization of global tax liability is not the only objective of transfer pricing. Discuss.
39. Explain the evaluation of international financial system.
40. What is the role and functions of International Monitory Fund?
41. What is foreign exchange market? Explain its role and structure.
42. Define balance of payments (BOP) and explain the recent trends in BOP
43. Discuss about FDI and explain the motives and theories of FDI
44. Explain the evaluation of overseas investment proposal.
45. Write about ADR and GDRs.