What are the classifications of money market in India?

What is international market? What are the problems of international markets?

3. Explain the Euro Dollar.

4. Define IMF. Explain the features of IMF.

5. Explain international financial system.

Answer any FIVE questions out of the following:

PART A — (6 x 6 = 36 marks)

Maximum: 100 marks

Time: Three hours

GLOBAL FINANCIAL MARKET AND INSTRUMENTS

International Business

Fourth Semester

DECEMBER 2014/ JANUARY 2015

M.B.A. DEGREE EXAMINATION

MIB 4001
6. Explain the different types of capital markets in India.

7. Explain IBRD.

8. Explain various types of speculation.

PART B — (5 x 10 = 50 marks)

Answer any FIVE out of the following.

9. Explain international monetary system.

10. What is international monetary fund? What are the functions of IMF?

11. Explain the features of Euro currency market.

12. What is special drawing rights?

13. What is international arbitrage? Explain briefly its types.

14. Briefly explain the structure and working fund of the IMF.

15. What are the functions of World Bank?

16. What is Hedges? Explain the factors determining Hedges.

PART C — (1 x 20 = 20 marks)

Compulsory

17. Case Study:

Following is the data relating to spot rate, forward rate and money market rate. Compute the missing value if the covered interest parity holds good.

<table>
<thead>
<tr>
<th>Spot rate</th>
<th>Forward rate</th>
<th>Interest rate</th>
<th>Interest rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>33.50</td>
<td>33.80</td>
<td>-2.36</td>
<td>6%</td>
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<td>33.80</td>
<td>4%</td>
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