

**ANDHRA UNIVERSITY**  
**SCHOOL OF DISTANCE EDUCATION**  
**MASTER OF BUSINESS ADMINISTRATION (Old Regulations)**  
**III YEAR ASSIGNMENT QUESTION PAPER 2010-11**

**D 302: INTERNATIONAL FINANCIAL MANAGEMENT**

**Assignment No 1**

Answer All Questions:

5 x 5 = 25

1. "The changing international financial system poses new challenges for financial managers in developing countries". Elaborate.
2. Briefly explain different methods of exchange rate forecasting. Discuss their suitability in the Indian context.
3. Briefly discuss the principal elements of an exposure management information system suitable for a Bombay Based Indian Exporter.
4. Highlight the special problems of developing countries in financing foreign trade. Also indicate possible ways out.
5. "Centralised cash management is a double-edged sword for international working capital management". Discuss with the help of suitable examples.

**Assignment No 2**

Answer All Questions:

5 x 5 = 25

1. Compare the context of lending programmes of EXIM Bank and Export Credit guarantees of ECGC.
2. In which countries of currencies would you like to retain a higher portion of your learnings for reinvestment? Explain with reasons.
3. What is a documentary credit? What are the exchange control restrictions, if any in opening a documentary credit?
4. What is systemic risk? Can it be reduced by international diversification? Explain in detail.
5. Distinguish between the following:
  - a) Terms of Payment and Types of Credit
  - b) Documentary Bills and Letter of Credit