

Management Programme

**ASSIGNMENT
SECOND SEMESTER
2014**

MS-45: International Financial Management



**School of Management Studies
INDIRA GANDHI NATIONAL OPEN UNIVERSITY
MAIDAN GARHI, NEW DELHI – 110 068**

ASSIGNMENT

Course Code	:	MS - 45
Course Title	:	International Financial Management
Assignment Code	:	MS-45/SEM - II /2014
Coverage	:	All Blocks

Note: Attempt all the questions and submit this assignment on or before 31st October, 2014 to the coordinator of your study centre.

1. What are the special features of the Euro bond market? How do bond markets in general differ from equity markets?
2. Why do foreign exchange rates fluctuate? How do these fluctuations affect us? What can be done to minimize these fluctuations?
3. How Does Export Credits Guarantee Corporation assist international trade? Give details of the various policies issued by it.
4. Explain why cost of capital for MNCs is different from that of domestic firms? Discuss how cut of rate for foreign projects determined while appraising the project.
5. What does deficit in the Balance of Payment signify? Is the balance of trade more important than balance of payments? Discuss the components of Balance of payments.