

**M.Com
1st Year**

Also for:

M.Com (F & T)

M.Com (BP & CG)

M.Com (MA & FS)

Master of Commerce

(M.Com)

First Year

ASSIGNMENTS

2015-16

IBO-06: International Business Finance

For July 2015 and January 2016 admission cycle



**School of Management Studies
Indira Gandhi National Open University**

Maidan Garhi, New Delhi -110 068

ASSIGNMENTS – 2015-16

Dear Students,

As explained in the Programme Guide, you have to do one Tutor Marked Assignment for each course.

We are sending the assignments of all the six courses together in this booklet.

Assignment is given 30% weightage in the final assessment. To be eligible to appear in the Term-End Examination, it is compulsory for you to submit the assignments as per the schedule. Before attempting the assignments, you should carefully read the instructions given in the Programme Guide.

These assignments are valid for two admission cycles (**July 2015 and January 2016**). The validity is given below:

1. Those who are enrolled in **July 2015**, it is valid upto **June 2016**.
2. Those who are enrolled in **January 2016**, it is valid upto **December 2016**.

In case you are planning to appear in June Term-End Examination, you must submit the assignments to the Coordinator of your Study Centre latest by 15th March, and if you are planning to appear in December Term-End Examination, you must submit them latest by 15th September.

TUTOR MARKED ASSIGNMENT

Course Code	:	IBO – 06
Course Title	:	International Business Finance
Assignment Code	:	IBO – 06/TMA/2015-16
Coverage	:	All Blocks

Maximum Marks: 100

Attempt all the questions.

1. Compare and Contrast interest rate parity, purchasing power parity and international Fisher Effect. (20)

2. Discuss with an example each, the various types of currency exposures faced by a firm. (20)

3. What is a loan syndicate? What are the important aspects in negotiating a syndicate bank loan? (6+14)

4. What is letter of credit and Bankers acceptance? Why these instruments are used in foreign trade? State the advantage that each instrument provide for exporter and importer in a foreign trade transaction? (6+6+8)

5. What are the advantages and disadvantages of centralising the cash management function? What can the firms do to enhance the advantages and reduce the disadvantages? (12+8)