

**MANAGEMENT PROGRAMME**

**Term-End Examination**

**December, 2017**

00085

**MS-045 : INTERNATIONAL FINANCIAL  
MANAGEMENT**

*Time : 3 hours*

*Maximum Marks : 100*

*(Weightage : 70%)*

---

*Note : Attempt any five questions. All questions carry equal marks.*

---

1. What is International Financial Architecture ? Discuss the origin of debt crisis of developing countries. Explain the genesis of East Asian Crisis of 1997.
2. Describe the different kinds of international financial flows. Explain the structure of balance of payments and discuss the basic principles governing the recording of the flows.
3. What do you understand by Purchasing Power Parity (PPP) ? Does the PPP predict the exchange rate accurately ? Discuss.
4. Discuss different types of Exchange Rate Exposures and explain the various techniques used for Management of Translation and Economic Exposure.

5. Describe in detail the broad scheme of Foreign Exchange Management Act (FEMA) ? What are the salient features of FEMA relating to joint ventures abroad ? Discuss.
  6. Explain in detail the various products and services offered by Export Credit Guarantee Corporation.
  7. Why is cost of capital different across countries ? Explain how the cut off rate for foreign projects determined ?
  8. What do you understand by international portfolio diversification ? Discuss the barriers to international diversification and explain the methods used to overcome these barriers.
-