

No. of Printed Pages : 3

**MMPF-005**

**MASTER OF BUSINESS  
ADMINISTRATION  
(MBA)**

**Term-End Examination  
June, 2023**

**MMPF-005 : INTERNATIONAL FINANCIAL  
MANAGEMENT**

*Time : 3 Hours*

*Maximum Marks : 100*

*(Weightage : 70%)*

---

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

---

---

1. Explain the various forms of exchange rate arrangements. Describe the features of the fixed parity system and discuss the causes behind its collapse.
2. What are the various forms of international financial flows ? Explain how they are recorded in balance of payment statement.

**P. T. O.**

3. What is Interest Rate Parity (IRP) relationship ? How can this relationship be used as an arbitrage opportunity ?
4. What is a Currency Swap ? Describe fixed to fixed rate currency swap with the help of an example.
5. Describe in brief the various types of exchange rate exposures and discuss the techniques of managing translation and economic exposure.
6. What do you understand by External Commercial Borrowings (ECBs) ? Discuss the terms and conditions associated with raising of ECBs through automatic route.
7. Describe the basic points considered for evaluating foreign projects. Discuss the process of risk analysis in international investment decisions.

[ 3 ]

8. How is working capital management of Multinational Firms (MNCs) different from that of domestic firms ? Discuss the considerations involved in formulating MNC working capital management policy.