

**MANAGEMENT PROGRAMME**

**Term-End Examination**

**June, 2010**

**MS-45 : INTERNATIONAL FINANCIAL  
MANAGEMENT**

*Time : 3 hours*

*Maximum Marks : 100*

*(Weightage 70%)*

---

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

---

1. In the context of IMF (International Monetary Fund) explain what is Pool of Reserves ? Discuss the IMF's Funding Facilities available to member countries.
  
2. What do you understand by equilibrium, disequilibrium and adjustment in balance of payments ? Explain the Keynesian approach and the Monetary approach towards the process of adjustment.
  
3. Explain Interest Rate Parity relationship and reasons for its deviation.

4. What are External Commercial Borrowings (ECBs) ? Explain the guidelines for accessing ECB's through approval route.
  5. Discuss the role of Export Credit Guarantee Corporation (ECGC) in financing the exports and briefly explain the different products and services offered by ECGC.
  6. What are the factors that influence cross border investments ? Explain their impact on capital budgeting decisions.
  7. Explain the distinguishing features of Multinational Cash Management and discuss the techniques used to optimize cash flows.
  8. What are different types of Exchange Rate Exposures ? Describe the techniques used to manage Transaction Exposure.
-