MANAGEMENT PROGRAMME (MP)

Term-End Examination December, 2024

MS-45: INTERNATIONAL FINANCIAL MANAGEMENT

Time: 3 Hours Maximum Marks: 100

Weightage: 70%

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

- 1. Explain in detail how the international financial architecture has evolved and discuss the impact of first and second oil shock on developing countries.
- 2. Describe the IMF's fixed parity system of exchange rate and discuss the reasons for its collapse.

- 3. Explain the Interest Rate Parity (IRP) relationship and discuss the reasons for its deviation.
- 4. Explain the meaning of 'Derivative'/
 Instruments. Describe currency swaps and
 explain fixed to fixed rate currency swaps and
 fixed to floating currency swap.
- 5. Describe different types of exchange rate exposures and discuss the techniques for management of translation and economic exposures.
- 6. Explain the various types of export credit facilities available to the exporters in India.
- 7. Why is cost of capital important for a firm? Explain the reasons for variation in cost of capital for MNCs vis-a-vis Domestic Firms.
- 8. In what aspects does International Capital Budgeting differ from Domestic Capital Budgeting? Discuss the important issues pertaining to foreign investments.