

No. of Printed Pages : 4

MMPF-005

**MASTER OF BUSINESS
ADMINISTRATION
(MBA)**

Term-End Examination

June, 2025

**MMPF-005 : INTERNATIONAL FINANCIAL
MANAGEMENT**

Time : 3 Hours

Maximum Marks : 100

Weightage : 70%

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

1. Describe the evolution of International Monetary System. Explain the features of

fixed parity system of exchange rates and discuss the causes behind its collapse.

2. What are the various forms of international financial flows ? Describe the structure of balance of payments and discuss the principles governing recording of these flows.
3. What do you understand by Purchasing Power Parity (PPP) ? Describe different types of PPP and discuss the main causes for deviation of PPP.
4. What are Currency Futures and Forwards ? How do importers and exporters hedge

their positions with the use of currency futures ?

5. Explain the various types of foreign exchange exposures. Discuss the techniques used for management of transaction exposure.
6. Briefly explain the role of Export Credit Guarantee Corporation (ECGC) and describe their Credit Insurance Policies and Maturity Factoring Services.
7. Discuss the factors affecting cost of capital and describe, why does cost of capital for MNCs differ from that of domestic firms.

8. Describe the various strategies used by MNCs to enter international markets. What elements are taken into consideration for designing global expansion strategy ?

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