No. of Printed Pages : 4 **MMPF–005**

MASTER OF BUSINESS ADMINISTRATION (MBA)

Term-End Examination

June, 2026

MMPF-005 : INTERNATIONAL FINANCIAL MANAGEMENT

Time : 3 Hours *Maximum Marks : 100*

Weightage : 70%

Note : *(i) Attempt any* ***five*** *questions.*

(ii) All questions carry equal marks.

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1. What is 'International Liquidity' ? Discuss the role of the Pool of Reserves with the IMF in maintaining international liquidity and describe the different facilities through which the member countries get balance of payments support from the IMF.

2. Describe different kinds of International Financial flows. Explain the basic principles governing recording of balance of payments flows.

3. What are currency futures and forwards ? How can exporters and importers hedge their positions through currency futures ?

4. What is External Commercial Borrowings (ECBs) ? Describe the requirements and

stipulations for raising ECBs through automatic route.

5. Why is cost of capital for MNCs different from that of domestic firms ? How does internationally diversified operations of an MNC affect its cost of capital ?

6. Discuss the factors that determine capital structure. Describe the specific variables taken into consideration by MNCs while designing the worldwide capital structure.

7. What is Transfer Pricing ? For what purpose it is used by MNCs. Describe various methods of transfer pricing.

8. What factors are taken into consideration by MNCs while designing global expansion strategy ? Explain briefly various modes of strategic entry into international markets.

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