Exam Code: J-19

Subject Code—0314

M.B.A. EXAMINATION

(Batch 2018 Onwards for Lateral Entry)

(Fourth Semester)

INTERNATIONAL FINANCIAL MANAGEMENT

(Common with P.G. Diploma in Finance Management and P.G. Diploma in International Business)

FM-406/IB-416/PGDFM-105/PGDIB-105

Time: 3 Hours Maximum Marks: 70

Note: Attempt *Five* questions in all, selecting at least *one* question from each Unit in addition to compulsory Q. No. 1.

- 1. Describe the following:
 - (i) International financial management

- (ii) Managing short-term assets and liabilities
- (iii) Foreign investment decision
- (iv) International capital budgeting
- (v) Dividend policy
- (vi) Country risk analysis
- (vii) Multinational firm.

7×2

Unit I

- Discuss the nature and scope of International
 Financial Management. Distinguish between
 international financial management and
 domestic financial management. 14
- 3. Why did the international Monetary System move from a fixed exchange rate system to a floating exchange rate system? What has been its impact? Explain.

Unit II

4. How do you computer the cash flows in international capital budgeting? Discuss with reference to the complexities involved in international capital budgeting.14

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5. How to mitigate political risk in international trade? Explain.14

Unit III

- 6. Why is cost of capital important for a firm?Discuss the reasons for variations in the cost of capital across the different countries.
- Explain the factors one should keep in mind while deciding the capital structure by multinational firm.

Unit IV

- 8. What is International Tax? Discuss the different methods of international taxation of multinational firm.
- 9. Explain the various techniques of long-term financing bymultinational firm.14

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