PVP24

Code No: **24BA4T5FA**

II MBA - II Semester - Regular Examinations – JUNE 2026

GLOBAL FINANCIAL MANAGEMENT

Duration: 3 Hours Max. Marks: 70

Note: 1. This question paper contains two Parts: Part-A and Part-B.
2. Part-A contains 5 essay questions with an internal choice from each unit. Each Question carries 12 marks.
3. Part-B contains one Case Study for 10 Marks.
4. All parts of Question paper must be answered in one place

BL – Blooms Level CO – Course Outcome

PART - A

			BL	CO	Max. Marks
		UNIT – I			
1.	a)	Describe the importance of International Financial Management in multinational corporations.	L3	CO1	8 M
	b)	Explain the scope of International Financial Management.	L2	CO1	4 M
		OR			
2.	a)	Assess the impact of global financial crises on international financial management practices.	L3	CO1	6 M
	b)	Why is EXIM policy important for regulating international trade?	L2	CO1	6 M

		UNIT – II			
3.	a)	Interpret the factors that led to major transformations in the global monetary system.	L3	CO2	6 M
	b)	How did the Gold Standard regulate international trade and balance of payments adjustments?	L2	CO2	6 M
		OR			
4.	a)	Evaluate the effectiveness of the Bretton Woods system in maintaining global financial stability.	L4	CO2	6 M
	b)	Critique the effectiveness of the EMU in maintaining financial stability within the European region.	L3	CO2	6 M
		UNIT-III			
5.	a)	Interpret different types of foreign exchange quotations used in international markets.	L3	CO3	6 M
	b)	Examine the process of arbitrage in foreign exchange markets.	L3	CO3	6 M
		OR			
6.	a)	What is theory of Purchasing Power Parity and its relevance in exchange rate determination?	L2	CO3	6 M
	b)	Analyze the International Fisher Effect and its implications for exchange rate movements.	L4	CO3	6 M

UNIT – IV					
7.	a)	Demonstrate how currency futures contracts are used by multinational corporations for hedging.	L2	CO4	6 M
	b)	Explore the mechanisms through which the Euro credit market supports multinational corporations.	L3	CO4	6 M
OR					
8.	a)	Summarize the structure and development of international stock markets.	L3	CO4	6 M
	b)	Compare domestic stock markets with international stock markets in terms of investment opportunities.	L3	CO4	6 M
UNIT – V					
9.	a)	Discuss the importance of international cash management in multinational corporations.	L3	CO5	6 M
	b)	Explain the role of short-term financial planning in maintaining liquidity in international firms.	L2	CO5	6 M
OR					
10.	a)	Assess the risks associated with managing accounts receivables in international markets.	L3	CO5	6 M
	b)	What are the challenges faced by multinational firms in managing global inventory levels?	L2	CO5	6 M

PART – B

	CASE STUDY	L4	CO1	10 M
11.	Case: India Tech Ltd., a rapidly growing technology company in India, recently expanded its operations to several countries in Asia and Europe. The company imports advanced electronic components from Japan and exports finished products to Germany and the United States. Over the past two years, India has experienced fluctuations in its Balance of Payments (BoP) due to rising imports and volatile global markets. The Indian government has also introduced changes in its EXIM policy to promote exports and control trade deficits. India Tech's finance team is concerned about how these macroeconomic changes could affect their international financial operations, especially in terms of foreign exchange availability, trade regulations, and international payments. Questions: 1. Analyze how fluctuations in a country's Balance of Payments can influence multinational companies like India Tech Ltd. 2. Examine the role of EXIM policy in regulating international trade for companies engaged in exports and imports. 3. Evaluate the potential risks and opportunities India Tech Ltd. may face due to changes in global financial management practices 4. Recommend strategies that India Tech Ltd. could adopt to manage international financial challenges effectively.			