

S.D.E.

M.B.A. (E) SEM-IV (2 YEAR COURSE) : SUMMER - 2018

SUBJECT: Elective-IV: b) FOREIGN EXCHANGE MARKETETS (IB)

Day: **Tuesday**
Date: **05/06/2018**

S-2018-4592

Time: **02.00 P.M. TO 05.00 P.M.**
Max. Marks: 70

N.B.:

- 1) Answer any **THREE** questions from Section-I and any **TWO** from Section-II.
 - 2) Answers to both the sections should be written in **SEPARATE** answer book.
 - 3) Figures to the right indicate **FULL** marks.
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SECTION-I

- Q.1** Define Foreign Exchange Market. Why it exists? [14]
- Q.2** Discuss the role of constituents of forex market. [14]
- Q.3** "World Financial Market has undergone significant change". Explain. [14]
- Q.4** Define the term Exchange Rate. Define Direct and Indirect Rate. [14]
- Q.5** Write short note on Any **TWO** of the following: [14]
- a) Devaluation
 - b) LIBOR
 - c) Balance of Payment

SECTION-II

- Q.6** Distinguish clearly between SPOT and FORWARD Rate. [14]
- Q.7** With hypothetical example compute following: [14]
- i) T.T. selling
 - ii) T.T. Buying
- Q.8** "Currency option is a right but not an obligation to purchase and sale of foreign currency". Appraise. [14]

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