

S.D.E.

M.B.A. (E) Sem-IV (2 Year Course) : WINTER - 2018
SUBJECT: Elective-IV: b) FOREIGN EXCHANGE MARKETETS (IB)

Day: Friday
Date: 07/12/2018

W-2018-4768

Time: 02.00 PM TO 05.00 PM
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** "If whole world has single currency forex Market would cease to exists". [14]
Explain.
- Q.2** Define forex Market. State characteristics of forex Market. [14]
- Q.3** Discuss the role of Arbitrageurs in forex Market. [14]
- Q.4** Define Exchange Rate. What is European & American quote? [14]
- Q.5** Write short note on Any **TWO** of the following: [14]
- a) Transaction Exposure
 - b) LIBOR
 - c) Trade Deficit in Balance Of Payment

SECTION-II

- Q.6** Explain how 'forward Contract' manages forex Risk. [14]
- Q.7** With hypothetical example compute [14]
i) Bill Selling ii) Bill Buying
- Q.8** Discuss Internal Hedging Techniques. [14]

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