

**M.B.A. (GEN.) / M.B.A. (HR) / M.B.A. (IT) / SEMESTER - IV
(2012 COURSE)(CHOICE BASED CREDIT SYSTEM)/ M.B.A.
(FM) SEMESTER - IV (2013 (CHOICE BASED CREDIT
SYSTEM) : WINTER - 2017**

**SUBJECT:ELECTIVE-VI:CURRENCY DERIVATIVES AND RISK MANAGEMENT
(INTERNATIONAL BUSINESS MANAGEMENT)**

Day : **Monday**
Date : **27/11/2017**

W-2017-1800

Time : **02.00 PM TO 05.00 PM**
Max. Marks : 100

N. B. :

- 1) Attempt **ANY FOUR** questions from Section – I and **ANY TWO** questions from Section - II.
- 2) Figures to the right indicate **FULL** marks.
- 3) Answers to both the sections should be written in the **SEPERATE** answer books.

SECTION - I

- Q. 1** Define the term “Risk”. Discuss characteristics of Risk. **(15)**
- Q. 2** Explain the term “Exposure”. In this context, explain “Translation Exposure”. **(15)**
- Q. 3** “Derivatives serves useful risk management purpose” - Appraise. **(15)**
- Q. 4** What is off shore- market? Comment on present status of off-shore market. **(15)**
- Q. 5** Write short notes on **ANY TWO** of the following: **(15)**
- a) Credit Risk
 - b) Premium and Discount
 - c) Arbitrage (Currency)

SECTION – II

- Q. 6** Derive an equation of “Purchasing Power Parity” Theory. **(20)**
- Q. 7** Discuss “American Crisis” and its implications. **(20)**
- Q. 8** Distinguish clearly between “Currency Futures” and “Currency Forward”. **(20)**

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