

**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 – VII: FOREIGN EXCHANGE MANAGEMENT
(International Business Management)**

Day: **Tuesday**
Date: **28/11/2017**

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

W-2017-1801

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.

SECTION – I

- Q.1** ‘As per section 2 N (a) of F.E.M.A. Foreign Exchange means and includes All deposits / credits and balance payable in Foreign Currency’. Explain. **(15)**
- Q.2** “International Trade & Internationalism of Currency give rise to Forex market” – Explain. **(15)**
- Q.3** Distinguish between ‘Direct’ and ‘Indirect Rate’ quotation. Which quotes are used in India? **(15)**
- Q.4** Differentiate with examples between ‘SPOT’ and ‘FORWARD’ market. **(15)**
- Q.5** Write short notes on **ANY TWO** of the following: **(15)**
- a) Currency Risk
 - b) Currency Exposure
 - c) E. C. B

SECTION - II

- Q.6** Compute the following rates: **(20)**
- a) T. T. Selling
 - b) T. T. Buying
- Q.7** Distinguish between ‘Pre-Shipment & Post-Shipment’ Finance in Foreign Currency and Indian Rupees. **(20)**
- Q.8** Derive equation of ‘Interest Arbitrage’ theory of exchange rate determination. **(20)**

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