

S.D.E.

M.B.A. SEM-IV (2013 COURSE) : WINTER - 2017
SUBJECT : ELECTIVE – VII : FOREIGN EXCHANGE MARKETS
(INTERNATIONAL BUSINESS)

Day : **Friday**
Date : **29/12/2017**

W-2017-4242

Time : **02.00 PM TO 05.00 PM**
Max. Marks : 70

N. B. :

- 1) Attempt **ANY FIVE** questions.
 - 2) All questions carry **EQUAL** marks. .
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- Q. 1** Define 'Foreign Exchange Market' highlighting characteristics thereof. **(14)**
- Q. 2** Discuss significance of Foreign Market in today's global economic scenario. **(14)**
- Q. 3** Explain transactions that give rise to 'Demand' for and 'Supply' of Foreign Exchange. **(14)**
- Q. 4** How does Central Government stabilizes exchange rate by entering into the Market? **(14)**
- Q. 5** "Of late, Foreign Market has become more volatile". Discuss. **(14)**
- Q. 6** Differentiate clearly between 'SPOT' and 'FORWARD' market. **(14)**
- Q. 7** Explain, the relation between 'Money Supply' and 'Exchange-Rate'. **(14)**
- Q. 8** Write short notes on **ANY TWO** of the following: **(14)**
- a) Option contract
 - b) Arbitrage
 - c) Hedging
 - d) Devaluation and Upvaluation

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