

S.D.E.

M.B.A. SEM-V (2010 COURSE)(3 YEAR COURSE) :

WINTER - 2017

SUBJECT : ELECTIVE – VIII : e) FOREIGN EXCHANGE MANAGEMENT
(FINANCIAL MANAGEMENT)

Day : **Saturday**
Date : **16/12/2017**

Time : **10.00 A.M. TO 01.00 P.M.**
Max. Marks : 70

W-2017-4319

N.B.:

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

SECTION – I

- Q.1** “The Foreign Exchange Market is a global market”. Explain. [10]
- Q.2** Define the term “Exchange Rate”. Also describe the process involved in its development. [10]
- Q.3** What are the currency futures, how they are traded? [10]
- Q.4** What is ‘Letter of Credit’? Discuss the advantages and risks of Letter of Credit. [10]
- Q.5** Write short notes on **ANY TWO** of the following: [10]
- a) Bretton Woods System
 - b) Hedge Funds
 - c) Forward Market

SECTION – II

- Q.6** Explain in detail the various types of post shipment finance. [15]
- Q.7** Elaborate the different types of trade documents used in the international trade and explain their importance. [15]
- Q.8** Explain the distinction between exchange rate exposure and risk. Why is it important to make the distinction? [15]

* * * *