## SUPPLEMENTARY

## BACHELOR OF BUSINESS ADMINISTRATION (CBCS - 2018 COURSE) B.B.A. Sem-VI FM KTS: SUMMER- 2022

SUBJECT: INTRODUCTION TO DERIVATIVES: EQUITY & CURRENCY Day: Saturday Time: 10:00 AM-01:00 PM Date: 27-08-2022 S-18876-2022 Max. Marks: 60  $\overline{\text{N.B.}}$ 1) Attempt any THREE from Section – I and any TWO from Section – II. 2) Figures to the right indicate FULL marks. Answers to both the sections should be written in the **SAME** answer book. 3) SECTION - I Explain in detail difference between Futures and Options with suitable (12) Q.1 examples. Q.2 Explain the following: (12)a) Option Contract Specifications b) Arbitrage and Hedging What do you mean by Currency Markets? Elaborate the factors affecting (12) Q.3 Currency Market? Discuss advantages and disadvantages of Trading in Derivatives Market. (12)Q.4 (12)Write short notes on any TWO: Q.5 Forward Contracts a) Risk Management Process b) Clearing Mechanism c) Factors affecting Option Premium d) **SECTION - II** Explain in detail Payoff Charts and Diagrams for Option Contract. (12)Q.6

Discuss the objectives and functions of NSCCL (National Securities Clearing (12) Q.7 Corporation Limited). What do you mean by Derivatives? Discuss the factors driving growth of (12)

**Q.8** 

Derivatives Market.