

Subject : Elective-VII : Foreign Exchange Markets (International Business)

Day : Tuesday

Date : 14/06/2016



Time : 02.00 PM TO 05.00 PM

Max Marks : 70 Total Pages : 1

N.B:

- 1) **Q. No. 1 is COMPULSORY.**
 - 2) Attempt **ANY FOUR** questions from **Q. No2 to Q No. 6.**
 - 3) Figures to the right indicate **FULL** marks.
-

- Q.1** Define Foreign Exchange Market. What are transaction that create 'Demand and Supply' of Foreign currency in Foreign Exchange Market? (14)
- Q.2** What role is played by participants in the Foreign Exchange Market? (14)
- Q.3** Explain 'Forward Contract' as a 'Hedging' tool. (14)
- Q.4** Write a brief note on "World Financial Markets". (14)
- Q.5** Explain the impact of "Inflation" and "B.O.P deficit/ surplus" on Exchange Rate. (14)
- Q.6** Write short notes on (ANY TWO): (14)
- a) Currency Futures
 - b) Call and Put Options
 - c) Swaps (currency)

* * * * *