

Roll No.

12050

MBA 2 Year 3rd Semester (CBCS)

Examination – October, 2020

FOREIGN EXCHANGE MGT.

Paper : 17IMG23CI1

Time : 1.45 Hours]

[Maximum Marks : 80

Before answering the questions, candidates should ensure that they have Taxation laws & planning been supplied the correct and complete question paper. No complaint in this regard, will be entertained after examination.

Note : Attempt any *three* questions. All questions carry equal marks.

1. Write short notes on the following :

- (a) Foreign exchange
- (b) Effective exchange rates
- (c) J-Curve effect
- (d) Trade Balance

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- (e) Quoting exchange rates
 - (f) International Fishes effect
 - (g) Credit risk of swaps.
 - (h) Currency futures
2. Discuss the nature of foreign exchange and also explain the sources of edemand and supply of foreign exchange.
 3. Explain the detail the exchange rate system.
 4. What are the general factors of exchange rate fluctuations ?
 5. Explain the effect of depreciation on trade balance.
 6. Discuss the nature, functions and participants of foreign exchange market.
 7. Explain the importance of the expectation theory.
 8. What is Euro currency market and its instruments ?
 9. What are the basic techniques of exposure management ?
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