

THREE YEAR BBAS (CBCS) DEGREE EXAMINATION, NOVEMBER 2017.

FIFTH SEMESTER

Part II — B.B.A.S

Elective — FOREIGN EXCHANGE MANAGEMENT

Time : 3 Hours

Max. Marks : 75

**PART - A**

Answer any FIVE of the following questions.

(Marks : 5 × 5 marks = 25 marks)

1. Importance of foreign exchange management.
2. Global environment.
3. Bill of exchange.
4. Commercial invoice.
5. Euro equity and euro deposits.
6. Offshore banking.
7. Foreign Exchange market.
8. Participants in foreign exchange markets.
9. Commercial invoice.
10. Hedging techniques.

**PART - B**

Answer any FIVE questions, Each question carries equal marks.

(Marks : 5 × 10 marks = 50 marks)

11. Explain the objectives and significance of foreign exchange management.
12. Examine the relationship between foreign exchange management and financial management.
13. Explain
  - (a) Euro bonds
  - (b) Dual currency bonds.
14. Explain about the international capital and money market instruments.

15. Examine the functions and characteristics of foreign exchange market.
  16. Explain the mechanics of making foreign payments.
  17. Describe how the forex trading is useful in financing of international trade.
  18. Explain the different types of exchange rates in foreign exchange market.
  19. Is Hedging is possible for all foreign exchange transaction.
  20. Write about
    - (a) Swaps
    - (b) Letter of credit.
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