

VI Semester B.B.A. Examination, May 2017 (CBCS) (Fresh)

(2016-17 and Onwards) BUSINESS ADMINISTRATION

Paper - FN-6.5 : Elective Paper - III : International Finance

Time: 3 Hours

Max. Marks: 70

Instruction: Answers should be written completely in English.

SECTION-A

Answer any 5 sub-questions. Each question carries 2 marks.

 $(5 \times 2 = 10)$

- 1. a) What is a call option?
 - b) Write any two functions of International Financial Market.
 - c) Expand FDI and MNC.
 - d) Write any two participants of Forex Market.
 - e) What is Bid and Ask price in Forex trading?
 - f) What is Exchange Rate?
 - g) Expand SDR and FERA.

SECTION - B

Answer any 3 questions. Each question carries 6 marks.

 $(3 \times 6 = 18)$

- 2. What are the features of International Finance?
- 3. Write the differences between IMF and World Bank.
- 4. What are the advantages and disadvantages of derivatives?
- 5. Briefly explain any six innovative foreign security.
- 6. What are the objectives of FERA?



SECTION - C

Answer any 3 questions. Each question carries 14 marks.

 $(3 \times 14 = 42)$

- 7. What is IMF? What are its structure, functions and objectives?
- 8. What is Hedging? What are the different techniques of hedging?
- 9. What is Globalisation? Explain the impact of globalisation on business.
- Explain the International Monetary System.
- 11. What is Balance of payment? Explain the components of Balance of payment.