

MFP-4

**Management Programme (MP) / Post- Graduate Diploma in Financial
Markets Practice (PGDFMP)**

**ASSIGNMENT
For
July 2023 and January 2024 Sessions**

MFP-4: Currency and Debt Markets

**(Last date of submission for July 2023 session is 31st October, 2023
and for January 2024 sessions is 30th April, 2024)**



**School of Management Studies
INDIRA GANDHI NATIONAL OPEN UNIVERSITY
MAIDAN GARHI, NEW DELHI – 110 068**

ASSIGNMENT

Course Code	:	MFP -4
Course Title	:	Currency and Debt Markets
Assignment Code	:	MFP-4/TMA/JULY/2023
Coverage	:	All Blocks

Note: Attempt all the questions and submit this assignment to the coordinator of your study centre. Last date of submission for July 2023 session is 31st October, 2023 and for January 2024 sessions is 30th April, 2024.

1. Explain the meaning of Foreign Exchange? Describe the features of foreign exchange market and compare them with the other segments of financial markets.
2. What is nominal and real exchange rate? Also explain the concept of real effective exchange rate. Discuss the economic factors impacting exchange rates.
3. What are 'Currency Futures'? Describe the various trading / investment strategies used in Futures Market.
4. What is a Money Market? Explain in detail the dynamics of REPO (Repurchase Agreement).
5. What is Interest Rate Futures (IRF)? Explain their application in Investment Strategies and Risk Management Strategies.