

**MASTER OF BUSINESS ADMINISTRATION IN
FINANCIAL MARKETS
(MBAFM)**

Term-End Examination

December, 2013

MCT-076 : FOREX MARKETS

Time : 3 hours

Maximum Marks : 100

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- Note :** (i) *Answer any five questions.*
(ii) *Each question carries 20 marks.*
(iii) *Use of calculators allowed.*
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1. (a) What are Treasury bills ? How are they useful to Governments ? **10**
(b) What are the features of forex markets ? **10**
 2. Discuss the role of IMF and World Bank in the International Monetary System ? **20**
 3. What are the various kinds of forex transactions ? Describe them in detail. **20**
 4. Write short notes on the following :
(a) Business Integration **10**
(b) Capacity Expansion **10**
 5. Distinguish between :
(a) ADR and GDR **10**
(b) ECB and FCCB **10**
 6. What is meant by Networking ? How is it relevant in the financial markets ? **20**

7. Explain the following terms relating to currency options : 5x4=20
- (a) European option
 - (b) Strike Price
 - (c) Option Premium
 - (d) Call/Put option
 - (e) In the money/out of the money options
(Give examples)
8. What is meant by Money Management ? Explain risk Reward Concept. 20
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