



DOON UNIVERSITY, DEHRADUN
Mid Semester Examination, Second Semester 2014
School of Management
MBA 2 year (3rd Semester)
Course: MMS – ~~523~~: Foreign Exchange Management
531 :

Time Allowed: 1 $\frac{1}{2}$ Hours

Maximum Marks: 30

Note: Attempt All the Sections A,B&C. Read instruction carefully.

SECTION: A)

(Marks: 10×1=10)

Explain various types of Financial Derivation. Through a light on its importance in International business.

SECTION: B) Define the following. Write short notes (not more than 40 words).

(Marks: 1× 5=5)

- a. Pip.
- b. Bid.
- c. Swap.
- d. Forward exchange rate.
- e. Spot exchange rate.

SECTION: C) Attempt any two questions.

(Marks: 7.5 x2 =15)

- A) Explain purchase power parity.
- B) Explain theory of balance of payment.
- C) Explain role and importance of forex market.