

Name:  
Enrolment No:



**UNIVERSITY OF PETROLEUM & ENERGY STUDIES**  
**End Semester Examination – December, 2021**

**Program: B.Com - LLB**  
**Subject/Course: Foreign Exchange Management**  
**Course Code: FINC2069**

**Semester: 3<sup>rd</sup>**  
**Max. Marks: 100**  
**Duration: 3 Hours**

**SECTION A – 10 Marks (Type the answer in text box)**

1. Each Question will carry 2 Marks
2. Instruction: Complete the statement / Select the correct answer(s)

S.No.	Questions	CO
Q1.	The legal framework for administration of foreign exchange transactions in India is provided by the _____ Act, 1999.	CO1
Q2.	_____ can be purchased from any authorized person	CO1
Q3.	The physical place or institutional places where the _____ of one country is exchanged for another currency, at agreed rate of exchange, is known as foreign exchange market.	CO1
Q4.	_____ is used as a medium of exchange to work out easily the exchange rate of goods and services.	CO1
Q5.	The _____ for a currency is known from the quotation in the foreign exchange market.	CO1

**SECTION B – 20 Marks (Scan & Upload)**

1. Each question will carry 5 marks
2. Instruction: Write short / brief notes

Q6.	Define Forward rate?	CO2
Q7.	Explain the purchasing power parity in its absolute form.	CO2
Q8.	Define Option contract. Give various terminology used in option contracts?	CO2
Q9.	What are various types of participants in globalized financial markets?	CO2

**Section C – 20 Marks (Scan & Upload)**

1. Each Question carries 10 Marks.

Q10.	Define the term forward arbitrage and give its features?	CO4
Q11.	Explain the international fisher's effect?	CO4

**Section D – 50 Marks (Scan & Upload)**

1. Each Question carries 25 Marks.

Q12.	What is Bretton Wood's agreement? Explain the significance of this agreement in international monetary environment in the post war period?	CO5
Q13.	Define the term Derivative and give your views on currency derivatives?	CO5