

Total No. of Questions : 3]

SEAT No. :

PA-2019

[Total No. of Pages : 3

[5955]-504

T.Y. B.B.A (IB)

GC504: FOREIGN EXCHANGE MANAGEMENT

(2019 Pattern) (Semester - V)

Time : 2½ Hours]

[Max. Marks : 70

Instructions to the candidates:

- 1) All questions are compulsory.
- 2) Figures to the right indicate full marks.

Q1) A) Multiple Choice Questions : [5]

- a) Convertibility of rupee refers to its convertibility into _____ as desired by the holder.
- i) Foreign currency
 - ii) Local currency
 - iii) Bank notes
 - iv) Demand draft
- b) TT buying rates are applicable for transactions where _____.
- i) Remittance is received by telecommunication
 - ii) Remittance is sent by telecommunication
 - iii) The nostro account of the bank is already debited
 - iv) The nostro account of the bank is already credited
- c) The objective of trading in foreign exchange by a dealer of a bank is to _____.
- i) Make profit out of exchange rate fluctuations
 - ii) Insulate bank from exchange rate changes
 - iii) Comply with exchange control regulations
 - iv) None of the above

P.T.O.

- c) FERA is replaced by _____.
- d) _____ is not an authorized person under FEMA.
- e) Indirect quotation is also known as _____ quotation.

Q2) Answer the following long answer questions (any 3 out of 5) : **[30]**

- a) Write in detail about various authorized persons under FEMA.
- b) Write a detailed note about flexible exchange rate along with its advantages & limitations.
- c) Write in detail about different types of exchange rates.
- d) Elaborate the objectives of exchange control.
- e) Write the provisions of FEMA related to export & import board.

Q3) Short notes (any 4 out of 6) : **[20]**

- a) Purchase transactions.
- b) Managed rates.
- c) TT buying rates V/s Tt selling rates - differentiate.
- d) Importance of exchange control.
- e) Internal techniques of exposure management.
- f) Convertibility of Indian rupee on capital account.

