Total No. of Questions: 3]	SEAT No.:
PA-2019	[Total No. of Pages : 3

[5955]-504 **T.Y. B.B.A (IB)**

	G	C50	4: F	OREIGN EXCHANGE MANAGEMENT	
				(2019 Pattern) (Semester - V)	
Time	$2:2\frac{1}{2}$	Hou	rs]	[Max. Marks: 70)
Insti	ructio	ns to	the c	andidates:	
	<i>1)</i>	All q	questi	ions are compulsory.	
	<i>2)</i>	Figu	ires t	o the right indicate full marks.	
Q1)	A)	Mul	tiple	Choice Questions: [5]	
		a)		evertibility of rupee refers to its convertibility into as ired by the holder.	3
			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	
		\sim	iii)	The nostro account of the bank is already debited	
	٥	3	iv)	The nostro account of the bank is already credited	
		c)	The is to	objective of trading in foreign exchange by a dealer of a bank o	(
			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	

	d)	Gold was used for international settlement under standard					
		i)	IMF	ii)	Gold bullion		
		iii)	Fixed	iv)	Floating		
	e)		ance of payment records siders.		_ transactions of country with		
		i)	economic				
		ii)	debit				
		iii)	credit				
		iv)	cash		\sim		
B)	Mat	ch th	e following:		[5]		
	a)	An	offshore banking unit	-	Difference between spot & forward rate		
	b)	Vos	tro account	2	London		
	c)	Cur	rency system of India	٠,	Your account with us		
	d)	Larg	gest foreign exchange ket	Managed float			
	e)	For	ward margin	-	Authorized person under FEMA		
~			On				
C)		_ \	n one sentence:	ngoot	[5]		
	a) (at is meant by forward tra at is meant by a value tom				
C	2)		at does the acronym FER				
	d)				y the bank in direct quotation		
	u)		hod?	cu o	y the bank in direct quotation		
	e)	In w	vhich year was Euro launc	hed?			
D)	Fill	in the	e blanks :		[5]		
,	a)		stands for		[0]		
	b)	Rup	ee is partially convertible	on _	account.		

		 c) FERA is replaced by d) is not an authorized person under FEMA. e) Indirect quotation is also known as quotation. 	
Q2)	An	swer 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 advar & limitations.	ntages
	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)	Sho	ort notes (any 4 out of 6): Purchase transactions.	[20]
	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.