

Roll No.

Subject Code—8144

M. Com. (Second Year) EXAMINATION

(Main/Re-appear Batch 2009 Onwards)

MC-207-IB

FOREIGN EXCHANGE MANAGEMENT

Time : 3 Hours

Maximum Marks : 70

Section A

Note : Attempt any *Seven* questions. **7×5=35**

1. Explain the role of pre-shipment finance in exports.
2. Role of International Financial Institutions.
3. Why is the post-shipment finance needed ? Explain.
4. Explain NOSTRO and VOSTRO account.

5. ECGC
6. Role of IMF
7. Letter of Credit
8. Spot and Forward rates.
9. Economic and Monetary Union.
10. Foreign Exchange Contracts.

Section B

Note : Attempt all questions.

11. Explain the various tools of exchange control used in different countries. 12

Or

What do you understand by Gold Standard ?
What are the strength and weaknesses of this system ? What were the reasons for the abodment of this system ?

12. What do you understand by regulation of farex market ? How does FEMA play a role in the regulations ? 12

Or

What are the different methods for the payments in the foreign markets related to International Business ?

13. Explain the major roles and the achievements of International Bank for Reconstruction and Development and Bank for International Settlement. 11

Or

Explain the concept of Exchange rate mechanism. What are the financial, political and economic factors which affect the exchange rate mechanism ?