

ANURAG Engineering College

(An Autonomous Institution)

II MBA I Semester Regular/Supplementary Examinations, January–2025

RISK MANAGEMENT AND FINANCIAL DERIVATIVES**(MASTER OF BUSINESS ADMINISTRATION)****Time: 3 Hours****Max. Marks: 60****Section – A (Short Answer type questions)****(10 Marks)****Answer All Questions**

	Course Outcome	B.T Level	Marks
1. What is Systematic Risk?	CO1	L1	1M
2. Define Market Risk?	CO1	L1	1M
3. List out any two benefits of Exchange Rate Risk?	CO2	L2	1M
4. What is Capital Adequacy Ratio?	CO2	L1	1M
5. What is Derivative Market?	CO3	L1	1M
6. Write a short note on Currency Futures?	CO3	L2	1M
7. What is put option?	CO4	L1	1M
8. List the various types of options?	CO4	L1	1M
9. Define SWAP?	CO5	L1	1M
10. Write any two factors of Interest Rate Swap?	CO5	L2	1M

Section B (Essay Questions)**Answer all questions, each question carries equal marks.****(5 X 10M = 50M)**

11. A) Explain the importance and benefits of Risk Management?	CO1	L2	10M
OR			
B) Write about the scope of Risk Management?	CO1	L2	10M
12. A) Differentiate between VaR and CaR?	CO2	L2	10M
OR			
B) Explain the need of studying Basel Norms?	CO2	L3	10M
13. A) What do you understand by Derivatives and Explain types of Derivatives?	CO3	L2	10M
OR			
B) Discuss in detail about the Forward Market in India?	CO3	L2	10M
14. A) Call Options and Put Options are nothing but the opposites? Do you agree? Support your answer	CO4	L3	10M
OR			
B) Explain the Put-Call Parity Theorem?	CO4	L3	10M
15. A) What is a Currency SWAP? How does currency swap reduce exposure to risk?	CO5	L3	10M
OR			
B) Explain the Interest rate SWAP Strategies in India?	CO5	L3	10M