

B.Com. (Semester – V) Examination, April 2018
INTERNATIONAL ECONOMICS (New Course)

Duration : 2 Hours

Total. Marks : 80

- Instructions :**
- All questions are compulsory, however internal choice is available.**
 - Answer sub-questions in Question. 1 and Question 2 in not more than 100 words each.**
 - Answer to Question. 3 to Question 6 must be of approximately 400 words each.**
 - Figures to the right indicate maximum marks assigned to the question.**
 - Start each question on a fresh page.**

1. Answer **any four** of the following in approximately **100 words each**. **16**
 - State and explain any two gains from International Trade.
 - Briefly explain any two advantages of free trade.
 - Comment on any two non-tariff barriers of protection.
 - Write a note on foreign institutional investors and their operations.
 - Briefly explain any two determinants of foreign direct investment.
 - Describe any two disadvantages of licensing.
2. Answer **any four** of the following in approximately **100 words each**. **16**
 - Explain any two types of disequilibrium in balance of payments.
 - Write two points each on current and capital account of balance of payments.
 - Comment on any two functions of the foreign exchange market.
 - Describe any two measures to correct disequilibrium in balance of payments.
 - Write a note on multilateralism and regionalism.
 - Explain any two principles of the World Trade Organisation.



3. A) Discuss the various factors giving rise to International Trade. 12
- OR
- B) Explain any six arguments in favour of the Protectionist Trade Policy. 12
4. A) Discuss any four modes of entry of multinational corporations. 12
- OR
- B) What is foreign portfolio investment ? Briefly discuss the determinants of FPI. 12
5. A) What is balance of payments ? Enumerate any five causes of disequilibrium in the balance of payments of a country. 12
- OR
- B) Explain the term rate of exchange and discuss any five factors influencing exchange rates. 12
6. A) State and explain the various agreements of the World Trade Organisation. 12
- OR
- B) Elucidate the meaning of regional economic cooperation and discuss its forms. 12
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