

**Vidya Vikas Mandal's**  
**Shree Damodar College of Commerce & Economics, Margao-Goa**  
**TY B.Com, Semester-VI(OC-66), Semester End Examination June 2022**  
**International Economics (CC18)**

**Duration: 2hrs**

**Max Marks: 80**

**Instructions:**

- 1) Start each question on a fresh page.
- 2) All questions are compulsory.
- 3) Figures to the right indicate maximum marks.
- 4) Answer Q3 to Q6 in not more than 400 words

**Q 1. Answer ANY 4 of the following in 80-100 words each. (4x4=16)**

- a. Explain net barter terms of trade.
- b. Examine any two features of international trade.
- c. Describe advalorem duties and export duties
- d. Differentiate between balance of payments and balance of trade (any 2 points).
- e. Define cyclical disequilibrium.
- f. Evaluate Liberalized Exchange Rate Management System.

**Q 2. Answer ANY 4 of the following in 80-100 words each. (4x4=16)**

- a. Elaborate on spot exchange rate.
- b. List out four features of foreign exchange market.
- c. Explain current account in balance of payment.
- d. What do you understand by MNCs.
- e. Describe any two determinants of FPI.
- f. Explain FDI and state the three components of FDI.

**Q.3 a. Explain gains from international trade. (12)**

OR

- b. Distinguish between free trade and protectionism.

**Q4 a. Discuss the various causes of disequilibrium in balance of payments. (12)**

OR

- b. Describe the various factors that affects the foreign exchange rates.

**Q5 a. Illustrate devaluation and exchange depreciation as a measure to correct disequilibrium in balance of payments. (12)**

OR

- b. Explain the operations of foreign institutional investors.

**Q.6 a. Explain the determinants of foreign direct investment. (12)**

OR

- b. Analyze the various entry modes adopted by of MNCs.