



**B.Com. (Semester – V) Examination, Oct./Nov. 2017**  
**INTERNATIONAL ECONOMICS (New Course)**

Duration : 2 Hours

Total Marks : 80

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

1. Answer **any four** of the following in approximately **100 words each** : **16**
- i) Explain any two concepts of terms of trade.
  - ii) State and explain any four types of tariffs.
  - iii) Comment on resource endowments and technology as factors affecting international trade.
  - iv) Explain any two advantages of Joint Ventures.
  - v) Briefly explain any two determinants of Foreign Portfolio Investment.
  - vi) Write a note on Mergers and Acquisitions.
2. Answer **any four** of the following in approximately **100 words each** : **16**
- i) Give any two differences between Balance of Trade and Balance of Payments.
  - ii) Explain any two causes of disequilibrium in Balance of Payments.
  - iii) Comment on the concept of convertibility of the rupee on capital account.
  - iv) Explain any four features of the Foreign Exchange Market.
  - v) Give two points each explaining TRIPS and TRIMS agreements of the WTO.
  - vi) Briefly explain any two reasons for growth of regional economic cooperation.



3. A) Briefly comment on any six non-tariff barriers to International Trade. **12**
- OR
- B) What do you understand by Free Trade ? Comment on any five reasons in favour of free trade. **12**
4. A) What is Foreign Investment ? Explain Foreign Direct Investment and Foreign Portfolio Investment as its components. **12**
- OR
- B) What is FDI ? Discuss the determinants of Foreign Direct Investment. **12**
5. A) What is Balance of Payments ? Spell out the structure of the Balance of Payments. **12**
- OR
- B) Explain the different types of foreign exchange transactions. **12**
6. A) Elaborate on the various principles of the World Trade Organization. **12**
- OR
- B) Explain the following forms of regional integration : Preferential Trade Agreement, Free Trade Agreement and Economic Union. **12**
-