



SUY – 02

B.Com. (Semester – V) Examination, Oct./Nov. 2016
INTERNATIONAL ECONOMICS (New Course)

Duration : 2 Hours

Max. Marks : 80

Instructions : i) **All questions are compulsory, however internal choice is available.**

ii) **Figures to the right indicate marks.**

iii) **Start each new question on a fresh page.**

iv) **Answer to questions 3 to 6 must be of approximately 400 words each.**

1. Answer **any four** of the following in approximately **100 words each**. **16**

- i) Four features of international trade.
- ii) List four gains arising out of international trade.
- iii) What is protection in foreign trade ?
- iv) Meaning of Foreign Direct Investment (FDI).
- v) Any four forms of foreign portfolio investment in India.
- vi) Relationship between FPI and Capital market.

2. Answer **any four** of the following in approximately **100 words each**. **16**

- a) Difference between Balance of Trade and Balance of Payments.
- b) Meaning of structural disequilibrium in BoP.
- c) Differentiate devaluation from exchange rate depreciation.
- d) What is Capital Account Convertibility ?
- e) What is National Treatment (NT) principle of WTO ?
- f) List four objectives of World Trade Organisation (WTO).

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3. a) Explain how factor endowments and technology can influence international trade flows. 12

OR

- b) List and explain any four Non Tariff Barriers (NTBs) used by countries in international trade. 12

4. a) Explain any four entry modes adopted by Multi National Enterprises in the present time. 12

OR

- b) State and explain any four determinants affecting the flows of Foreign Direct Investment into a country. 12

5. a) Define Balance of Payments. Explain the components of Current and Capital Account in Balance of Payments. 12

OR

- b) Explain any four types of foreign exchange transactions used in foreign exchange market. 12

6. a) Briefly explain the following trade agreements of WTO. 12

i) Agreement on Agriculture.

ii) TRIMs.

OR

- b) Briefly explain various forms of Regional integration found across the world. 12