



**B.Com. (Semester – V) Examination, Oct./Nov. 2017
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.

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

SS-02



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