



**B.Com. (Semester – V) Examination, April/May 2019**  
**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**
  - i) Explain any two gains from international trade.
  - ii) Define Anti-dumping duties with a suitable example.
  - iii) Explain the concept of Protectionism.
  - iv) Briefly explain two determinants of Foreign Direct Investment (FDI).
  - v) Explain the concept of Foreign Investment.
  - vi) What is the impact of Foreign Portfolio Investment on capital market ?
2. Answer **any four** of the following in approximately **100 words each**. **16**
  - i) Briefly explain two types of foreign exchange transactions.
  - ii) Explain two factors influencing exchange rates.
  - iii) Define the current account of the Balance of Payments.
  - iv) Explain two types of disequilibrium in the Balance of Payments.
  - v) Write four functions of World Trade Organisation (WTO).
  - vi) Explain the meaning of Regional economic co-operation.
3. A) Explain four factors giving rise to international trade. **12**

OR

B) What is free trade policy ? Explain five advantages of free trade policy. **12**

P.T.O.



4. A) Define Multinational Corporations and explain any two entry modes with the help of its advantages. 12
- OR
- B) Explain in brief four determinants of Foreign Portfolio Investment. 12
5. A) Briefly explain the following methods used to correct disequilibrium in the Balance of Payments :
- i) Exchange Rate Depreciation 12
- ii) Exchange Control.
- OR
- B) Define Foreign Exchange Market and explain five features of the Foreign Exchange Market. 12
6. A) Explain three agreements of the World Trade Organisation. 12
- OR
- B) Briefly explain three forms of regional integration found in international trade. 12