

**Goa Vidyaprasarak Mandal's  
Gopal Govind Poy Raiturcar College of Commerce & Economics,  
FARMAGUDI, PONDA - GOA**

**B.Com.CBCS (Semester-VI) (Repeat-truncated syllabus) Examination, April/May 2023  
INTERNATIONAL ECONOMICS**

**Duration: 2 Hours**

**Marks: 80**

**Instructions:**

- 1) All questions are compulsory however internal choice is available.*
- 2) Answer to Question 3 to Question 6 must be of approximately 400 words each.*
- 3) Figures to the right indicate maximum marks assigned.*
- 4) Start each new question on a fresh page.*

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

- i) Give 4 gains of international trade.
- ii) Define Net Barter & Gross Barter terms of trade.
- iii) Write a short note on resource availability and foreign trade.
- iv) Give 4 features of foreign exchange markets.
- v) Explain any 2 causes of disequilibrium in Balance of Payments (BOP).
- vi) Export promotion as a measure to correct Deficit in BOP.

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

- a) Briefly explain spot and forward transactions.
- b) Write a short note on Joint Ventures.
- c) Give any 4 features of Foreign Portfolio Investment (FPI).
- d) Explain any 2 determinants of Foreign Direct Investment (FDI).
- e) Explain fixed and floating exchange rate system.
- f) Explain any 4 functions of WTO.

**Q.3.a) Explain any 4 factors affecting foreign trade. (12)**

**OR**

- b) Explain the following trade barriers in foreign trade: (12)**
- i) Import Tariffs.
  - ii) Voluntary Export Restraints (VERs).
  - iii) Labor and Environmental Standards.

**P.T.O.**

**Q 4 a)** Define BOP. Explain the structure of current account of BOP. (12)

**OR**

b) Explain any six factors which affect exchange rate of a nation. (12)

**Q 5 a)** Explain licensing, mergers & acquisitions as entry modes of FDI. (12)

**OR**

b) Define FPI. Explain 4 determinants of FPI? (12)

**Q 6 a)** Write short notes on **any 2** of the following: (6x2=12)

- i. Arbitrage.
- ii. Multinational Companies.
- iii. Rupee convertibility on capital account.

**OR**

b) Write short notes on **any 2** of the following: (6x2=12)

- x. Exchange rate depreciation.
- y. Monetary policy to correct deficit on BOP.
- z. BOP always balances. Justify the statement.

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