



B.A. (Semester – VI) Examination, April/May 2017
ECONOMICS

International Trade and Finance – II (Paper – VII)

Duration : 2 Hours

Total Marks : 80

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

ii) **Answer question 1 and 2 in not more than 100 words.**

iii) **Answer questions 3 to 6 in not more than 400 words each.**

iv) **Figures to the right indicate maximum marks.**

1. Answer **any four** of the following :

(4×4=16)

- i) What Balance of Payment is said to always Balance ? Explain.
- ii) Explain the functions of the Foreign Exchange Market.
- iii) Examine any three merits and de-merits of Multinational Corporations.
- iv) Outline the concept Rupee Convertibility in Current Account of balance of payments.
- v) List any three components of capital account in Balance of Payments.
- vi) Explain the concept of Arbitrage.

2. Answer **any four** of the following :

(4×4=16)

- i) Explain the concepts of 'Brain Drain' and 'Brain Gain'.
- ii) What are the objectives of Regional Economic Integration ?
- iii) Write short note NAFTA.
- iv) Explain the objectives of IBRD.
- v) Examine the static effects of Economic Integration.
- vi) Outline the functions of World Trade Organisation.



3. a) Explain the role of revaluation and devaluation in correcting the disequilibrium in the Balance of payments. 12

OR

- b) What do you understand by the term International Capital Movement ? Explain any six factors influencing the movement of International Capital. 12

4. a) Explain the types of participants in the Foreign Exchange Market. 12

OR

- b) Discuss the various multifaceted effects of Regional Economic Integration. 12

5. a) Explain the Fixed exchange rate and the Floating exchange rate regimes. 12

OR

- b) Elucidate the various forms of Regional Economic Integration. 12

6. a) Outline the various provisions of Agreement on Trade Related Investment Measures and Agreement on Trade Related Intellectual Property Rights of WTO. 12

OR

- b) Discuss the major principles of General Agreement on Trade in Services of WTO. 12