



SS – 02

**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.

1. 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.
2. 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