

**CARMEL COLLEGE OF ARTS, SCIENCE & COMMERCE FOR WOMEN,
NUVEM-GOA**

SEMESTER END EXAMINATION, AUGUST 2020

Subject: Economics

Semester :- VI of B.A

Course name & Code: International Economics II, Honours- ECC 110

Total marks: 30 Date: 3/08/2020 Duration: 2 Hrs Total no of pages: 01

Instructions: 1. All questions are compulsory.

2. Figures to the right indicate marks.

Q1. Briefly answer any five of the following questions: - **(2 mks each)**

- i. How is 'Equilibrium' different from 'Balance' in Balance of Payments Account?
- ii. Give any four examples of Current Account transactions in Balance of Payments Account.
- iii. How is Hedging done in foreign exchange market?
- iv. Explain the instruments of foreign exchange market.
- v. What are the effects of Brain Drain on source and host countries?
- vi. Explain the structure of WTO. Who is the current Director General of WTO?
- vii. Explain the different forms of regional economic integration.
- viii. Highlight any four challenges in the working of NAFTA.

Q2. Answer any four of the following questions:- **(5 mks each)**

- i. Suggest the fiscal measures, which in your opinion, can help in improving the Balance of Payments disequilibrium faced by countries in the current times.
- ii. Examine the relevance of Purchasing Power Parity Theory of exchange rate.
- iii. Critically evaluate the flexible exchange rate system. Which is the system generally adopted by countries now and why?
- iv. Differentiate between FDI and FPI and their respective effects on developing countries.
- v. With the help of real world experiences, highlight the problems on account of MNCs in developing countries.
- vi. Explain the meaning of Intellectual Property Rights. Why is there a need for protecting Intellectual Property Rights? Explain with suitable examples.
