

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

SEMESTER END EXAMINATION, JUNE 2022

Semester: VI of BCOM

Course Title: International Economics Course Code: CEC 104

Total marks: 80 Date: Duration: 2 Hours Total No of pages: 02

- Instructions:**
1. Answer all questions as directed.
 2. Figures to the right indicate marks
 3. Answer sub-questions 1 to 2 in not more than 100 words.
 4. Answer sub-questions 3 to 6 in not more than 400 words.

I. Answer any 4 of the following in not more than 100 words. (4x4=16)

1. Summarize the main features of international trade.
2. Distinguish between gross barter and income terms of trade.
3. Outline the different types of tariffs.
4. Distinguish between balance of trade and balance of payments.
5. LERMS is a partial convertibility system. Justify your answer.
6. What do you understand by managed floating system?

II. Answer any 4 of the following in not more than 100 words. (4x4=16)

1. Can devaluation help in correcting BOP disequilibrium? Justify your answer.
2. Highlight the functions of foreign exchange market.
3. Distinguish between FDI and FPI.
4. Summarize the determinants of FPI.
5. How does hedging help in exchange rate risk management?
6. What are the different forms of TRIPs?

III. A. Present your arguments for and against protectionism. 12

OR

III. B. Explain Ricardo's comparative cost theory of international trade. 12

IV. A. Examine the different types of non-tariff barriers to trade. 12

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OR

IV. B. Outline the different types of transactions in the foreign exchange market. 12

V. A. Present a case for and against fixed exchange rates **12**

OR

V. B. Analyze the factors determining FDI. **12**

VI. A. Critically evaluate franchising as a mode of entry for MNCs. **12**

OR

VI.B. Give your perspectives on convertibility of the rupee on the capital account. **12**

The End