# **QP CODE: 19101581**

# **BA DEGREE (CBCS) EXAMINATION, MAY 2019**

#### **Fourth Semester**

**B.A Corporate Economics Model III** 

#### Core Course - EC4CRT12 - INTERNATIONAL ECONOMICS - II

#### 2017 ADMISSION ONWARDS

### 3FE3F2EB

## **Maximum Marks: 80**

Answer any ten questions. Each question carries 2 marks.

- Inflation 1.
- 2. Real Exchange Rate
- Define Balance of Payments? 3.
- 4. Unilateral transfers
- 5. What are the delibrate measures to correct disequilibrium
- 6. Define foreign direct investment?
- 7. Explain international capital movements through Mauritius?
- 8. Embargoes
- 9. What do you mean by Quota?
- 10. Define free trade.
- 11. Write a note on IBRD.
- 12. Give a brief note on GATT.

 $(10 \times 2 = 20)$ 

#### Part B

Answer any six questions.

Each question carries 5 marks.

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- 13. Distinguish between hedging and speculation
- 14. Explain futures and options

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# **Time: 3 Hours**





- 15. Distinguish between balance of trade and balance of payments
- 16. Write a note on Marshall Lerner Condition
- 17. Factors affecting international capital movements
- 18. What do you mean by home and foreign capital?
- 19. What are the objectives of commercial policy?
- 20. What is quota and what are the effects of quota?
- 21. Explain Brettonwoods system.

(6×5=30)

#### Part C

Answer any **two** questions. Each question carries **15** marks.

- 22. Give a detailed description about modern theory of exchange rate?
- 23. What are the causes of disequilibrium in the balance of payments?
- 24. Do you think that the world is moving towards protectionism. What are the advantages and disadvantages of protectionism.
- 25. Discuss the role of IMF emphasising its functions.

(2×15=30)