



QP CODE: 20101040

20101040

Reg No :

Name :

BA DEGREE (CBCS) EXAMINATION , MARCH 2020

Fourth Semester

B.A Corporate Economics Model III

Core Course - EC4CRT12 - INTERNATIONAL ECONOMICS - II

2017 ADMISSION ONWARDS

D653B374

Time: 3 Hours

Marks: 80

Part A

*Answer any **ten** questions.*

Each question carries 2 marks.

1. Inflation
2. Arbitrage
3. What do you mean by current transfers ?
4. Devaluation
5. Services
6. Distinguish between direct and portfolio capital?
7. Explain international capital movements through Mauritius?
8. Subsidies
9. What is commercial policy?
10. Define protectionism.
11. Write a note on IBRD.
12. Give a brief note on GATT.

(10×2=20)

Part B

*Answer any **six** questions.*

Each question carries 5 marks.

13. Distinguish between fixed and flexible exchange rate?
14. What is Nominal Effective Exchange rate?





15. Official reserve account
16. Bring out the objectives of foreign trade policy
17. What does free movement of capital mean?
18. Distinguish between autonomous and accommodating capital flows?
19. Impact of quota.
20. Explain exchange controls.
21. Explain Brettonwoods system.

(6×5=30)

Part C

Answer any two questions.

Each question carries 15 marks.

22. Explain the theories of exchange rate determination?
23. Examine the causes leading to disequilibrium in balance of payments. Suggest remedial measures?
24. Analyse the merits and demerits of both free trade and protection?
25. Explain IMF and Special Drawing Rights.

(2×15=30)

