

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2023
(Fifth Semester)

Branch –COMMERCE

INTERNATIONAL TRADE

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(10 x 1 = 10)

1. Transactions are _____ in internal as well as international trade.
(i) voluntary (ii) compulsory
(iii) optional (iv) one time
2. In a _____ agreement, payment for imports is made in cash and the balance through goods.
(i) Swap (ii) barter
(iii) switch trading (iv) compensation
3. _____ are also known as economic integration or regional economic grouping
(i) Trade blocks (ii) Free trade area
(iii) EFTA (iv) Customs union
4. LAFTA was established in
(i) 1960 (ii) 1961
(iii) 1965 (iv) 1967
5. _____ equilibrium refers to disequilibrium caused by business cycles.
(i) Structural (ii) Fundamental
(iii) Cyclical (iv) Short term
6. IMF is called as the bank of the _____
(i) Central Banks (ii) State Banks
(iii) Indian Banks (iv) Canara Banks
7. _____ is set up to stabilize the exchange rate of a country through sale and purchase of foreign currencies.
(i) Exchange equalisation fund (ii) Spot tracking fund
(iii) Market capitalisation (iv) Pegging fund
8. Which institute supports investments and foreign trade in India?
(i) IMF (ii) World Bank
(iii) WTO (iv) ILO
9. Which Indian Industries have been hit by globalization?
(i) cement (ii) Jute
(iii) Toy making (iv) Information Technology (IT)
10. Amalgamation and rapid unification between countries can be identified as
(i) Globalisation (ii) Liberalisation
(iii) Socialisation (iv) Privatisation

Cont...

SECTION - B (35 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks

(5 x 7 = 35)

11. (a) Write a brief note on the different types of counter trade.
(or)
(b) Explain the Theory of Foreign trade by Ricardo.
12. (a) Mention the different types of trade blocks.
(or)
(b) State the Merits and demerits of free trade.
13. (a) Write a detailed note on EMS and ECU.
(or)
(b) What are the importance features of the Euro dollar market?
14. (a) Distinguish between FERA and FEMA.
(or)
(b) Explain the role played by IFC.
15. (a) What are the importance of Foreign Direct Investment?
(or)
(b) Explain the process of globalization.

SECTION - C (30 Marks)

Answer any THREE Questions

ALL Questions Carry EQUAL Marks (3 x 10 = 30)

16. Discuss the Causes and Measures adopted to solve the problem of International trade.
17. Briefly explain the different types of economic integration.
18. Discuss the Major Components of Balance of Payments.
19. Discuss the objective and Functions of WTO.
20. Why are MNC's Criticised? How do MNC's counter the Criticisms?

Z-Z-Z END