

Exam. Code : 115305

Subject Code : 8266

B.Com. (Financial Services) 5th Semester

FOREIGN TRADE

Paper—VI

Time Allowed—3 Hours] [Maximum Marks—50

Note :— Attempt **FIVE** questions in all, selecting at least **ONE** question from each section. The **FIFTH** question may be attempted from any section. All questions carry equal marks.

SECTION—A

1. 'Foreign trade is the exchange of capital, goods and services across international borders or territories.' Explain. Discuss its advantages and disadvantages for a developing economy like India.
2. 'India is also known as the land of Business Process Outsourcing (BPO) by Western countries.' Explain in the context of India's growing service industry.

SECTION—B

3. What do you understand by Globalization ? What are the advantages and disadvantages of Globalization in a developing economy ?

4. What are the salient features of India's Balance of Payments ? Enumerate various items included in the balance of payments.

SECTION—C

5. 'World Trade Organization (WTO) is a global international organization dealing with the rules of trade between nations'. Explain. What is the importance of WTO for global trade ?
6. What is World Bank ? Explain the role of World Bank in comprehensive growth of a nation.

SECTION—D

7. What is free trade policy ? How it is different from protectionism ? What are the benefits of free trade policy in a developing economy ?
8. Explain the difference between fixed and floating exchange rates. What are the advantages and disadvantages of fixed and floating rate of exchange ?