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K16U 1464

Reg. No. : .....

Name : .....

V Semester B.Com. Degree (CCSS–Supple./Imp.) Examination, Nov. 2016 Core Course in Commerce 5B11 COM : INTERNATIONAL BUSINESS (2012 – 13 Admissions)

Time: 3 Hours

Max. Weightage: 30

# PART - A

This Part consist of **two** bunches of question carrying equal weightage of **one**. **Each** bunch consists of **four** type questions. Answer **all** questions.

- I. Fill up the blank :
  - 1) The algebraic sum of money of export and imports of a country is known as \_\_\_\_\_
  - 2) A thrift levied on a proportion of the value of an imported good is called \_\_\_\_\_
  - 3) When an international business decides to buy services or part of functions or entire function it is called BPO. (True/False)
  - 4) In Foreign Direct Investment funds are invested in equity from a host country to parent country. (False/True) (W = 1)
- II. 5) Expand FTAA.
  - 6) SAARC.

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Choose correct answer :

- 7) Sale of products produced in one country to residents of another country.
  - a) Importing b) Exchanging c) Exporting
- A new scheme to accelerate the growth of exports has been introduced under the foreign Trade policy.
  - a) Target b) Target plus c) Target limit (W = 1)

#### PART – B

Answer any eight questions in one or two sentences each. Each question carries a Weightage of one.

- 9) What do you mean by Currency speculation ?
- 10) Define Balance of Trade.
- 11) What is international business ?
- Explain certificate of Inspection.
- 13) What is meant by globalisation of Business?
- Distinguish between Domestic business and international business.
- State the Theory of Mercantilism.
- 16) Write a brief note on Euro currency market.
- 17) What are Exim bank?
- State two current issue of European Union.

 $(W = 8 \times 1 = 8)$ 

#### PART-C

Answer any six questions. Answer not to exceed one page. Each carries a Weightage of two.

- Discuss the important objectives of GATT.
- 20) Explain the functions of FDI.

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- 21) Discuss the drawbacks of liberalisation policy.
- 22) Distinguish between physical goods and services.
- 23) Explain purchasing power parity theory.
- 24) Explain the functions of EPZ-Export Processing Zone.
- 25) Discuss the reasons for negative trade balance.
- 26) Detail forces of international business.

 $(W = 6 \times 2 = 12)$ 

#### PART-D

Answer any two. Each question carries a Weightage of four.

- 27) What is foreign exchange? Explain different types of risk in International business.
- 28) Discuss the advantages and disadvantages of international business.
- 29) Write short notes :
  - a) Methods of Globalisation.
  - b) Disinvestment.

 $(W = 2 \times 4 = 8)$