

PARUL UNIVERSITY
FACULTY OF ARTS
B.A Summer 2017 – 18 Examination

Semester: 4
Subject Code: 15101280
Subject Name: Global Economy

Date: 12/05/2018
Time: 10:30AM TO 01:00PM
Total Marks: 60

Instructions:

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

Q.1 Do as directed.**(08)****A. Multiple choice type questions. (Each of 0.5 mark)**

- 1 In case of fixed exchange rate regime, the exchange rate is fixed by _____.
a) companies b) Individuals c) Government d) none of these
- 2 _____ is trade among different countries or trade across political frontiers.
a) International trade b) Domestic trade c) Intra regional trade d) None
- 3 _____ is a process in which economies have become increasingly integrated and inter-dependent
a) Globalisation b) Privatisation c) Liberalisation d) None
- 4 _____ trade are meant transactions taking place within the geographical boundaries of a nation or region.
a) Internal b) International c) Foreign d) Interregional
- 5 A country can easily solve its problem of scarcity of raw materials of food through _____.
a) Import b) Export c) Foreign trade d) None
- 6 World Bank was established in _____.
a) 1995 b) 1947 c) 1945 d) 2000
- 7 IBRD had _____ members in June 1996.
a) 150 b) 181 c) 180 d) 200
- 8 WTO is _____.
a) world trade organization b) World tariff organization c) both a and b d) None
- 9 SAARC joined by its founding members in _____.
a) 2000 b) 2005 c) 1990 d) 2002
- 10 Flexible Exchange rate is based on concept of _____.
a) Demand theory b) Supply theory c) Both a & b d) None
- 11 G-8 includes which of the following?
a) Pakistan b) Australia c) Italy d) South Africa
- 12 SAARC is headquartered in _____.
a) Nepal b) The Maldives c) Mauritius d) Afghanistan
- 13 NAFTA is an example of a(n) _____.
a) Economics union b) FTA c) Custom union d) Common Market
- 14 Purchasing power parity theory was formulated by _____.
a) Alfred Marshall b) Learner c) Gustav Cassel d) None
- 15 UNDP is a part of _____.
a) IMF b) IBRD c) UNO d) ADB
- 16 WTO was formed in _____.
a) 1995 b) 2000 c) 1991 d) none

B. Terms/ Short notes/ Case study/ Charts/ Graphs/ Tables, etc. (Each of 01 mark)**(07)**

1. Globalisation
2. international trade
3. Customs Union
4. WTO
5. Foreign Exchange
6. Fixed Exchange rate
7. Special Drawing Right

Q.2 Answer the following.

- A. What are the features of international trade? (04)
- B. What are the advantages on international trade? (04)
- C. Why international trade is important for economic development? (04)

OR

- C. Write note on : NAFTA (04)

Q.3 Answer the following.

- A. Explain various characteristics of Globalisation. (05)
- B. Explain functions of WTO. (05)
- C. Explain the functions of World Bank. (05)

OR

- C. Write a note on : European Union (05)

Q.4

- A. Discuss impact of globalisation on LDC. (06)
- B. Explain major types of Foreign Exchange Rate. (06)
- C. Discuss the objectives, organization and structure of the IMF. (06)

OR

- C. Explain Purchasing Power Parity Theory. (06)