

# Question Paper Code : 1719

M.A. (I.B.) (Semester-II) Examination, 2018

## INDIA'S FOREIGN TRADE

[ IB-021 ]

Time : Three Hours]

[Maximum Marks : 70

**Note :** Answer **five** questions in **all**. **Question No. 1** is **compulsory**. Besides this, attempt **one** question from each Unit.

1. Briefly explain the following : [3x10 = 30]
- (a) Idea of Re-export
  - (b) Regional Trade Block
  - (c) Bilateral Trade and Issue of Currency
  - (d) Role of EXIM Bank
  - (e) Line of Credit
  - (f) State Trading
  - (g) Star Categorization of Export Houses

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[P.T.O.]

(h) Difference between SAPTA and SAFTA

(i) Canalisation

(j) Trade leads to specialisation

#### UNIT-I

2. Explain theory of comparative cost and examine its application to developing countries, keeping in view development perspective. [10]

3. (a) What do you mean by Balance of Payment (BOP) ? [5]

(b) Examine current BOP position of India, keeping in view both current and capital accounts and its implication for development of India. [5]

#### UNIT-II

4. Compare India's trade before and after Independence, delineating significant changes that occurred within each of the phases. [10]

5. Discuss the trends, problems and prospects of trade in POL (Petroleum, Oil and Lubricant). [10]

#### UNIT-III

6. What do you mean by Export Credit Insurance ? How is its importance growing in recent time ? Examine the role of Export Credit Guarantee Corporation of India Ltd. (ECGC) in the context ? [10]

7. Discuss the evolution of State trading in foreign sector in India. Delineate the role of STC and MMTC in present times. [10]

#### UNIT-IV

8. Compare the strategy of import substitution and export promotion. Why did India opt for import substitution after independence ? [10]

9. Discuss India's trade and investment relations with China in the recent past. [10]

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