

27-5-613



**DOON UNIVERSITY, DEHRADUN**  
**End Term Examination, 2013**  
**School of Social Sciences**  
**M.A Economics, Semester IV**  
**Course: SSE513/SSE652: International Trade and Finance**

*Time Allowed: 3 hours*

*Maximum Marks: 50*

*Note: Attempt Questions from Sections A, B, C.*

**Section A: Write short notes on**

**[2X5=10marks]**

1. Revolving letter of credit
2. Crystallization of export bill
3. Spot market
4. Hawala market with an example of Hawala Transaction.
5. Relative Gold standard

**Section B: Answer all the questions:**

**[5 X4=20 marks]**

1. Differentiate between (a) FERA and FEMA (b) convertibility in current account and convertibility in capital account
2. Explain the Mint Parity Theory.
3. What do you understand by Dumping? Explain the different types of dumping.
4. Discuss effect of devaluation on BOP considering perfectly inelastic demand for exports and unitary elastic demand for import separately.

**Section C: Answer any two questions**

**[10X2 =20]**

1. Write in brief the historical developments of foreign exchange market in India.
2. Discuss in the light of functions and objectives of the institutions that why two separate institutions IMF and the World Bank were formed after the Bretton Woods conference.
3. Explain the effect of tariff in the framework of partial equilibrium analysis.