

HERAMB COACHING CLASSES

Yogeshwar Towers, Katemanivali, Kalyan (East)

Date :23.02.2018

TYBCOM/Economics

Marks: 30

Duration: 1 Hour

Note: All Questions are compulsory.

Q.1.

- a) Explain the structure of Balance of Payments and give its causes. (7)
- b) Describe the various methods to correct disequilibrium in balance of payments. (7)
- c) Examine in detail position of Balance of Payment in India since 1991. Give a short detail of factors responsible for comfortable position in BOP since 1991. (7)

Q.2. a) State True or False with reasons: (Any 3) (6)

- 1) Balance of Payment always balances.
- 2) Disequilibrium in BOP position of India is caused only due to Inflation.
- 3) India experienced severe BOP crisis during 1980-90
- 4) India services exports have always lagged behind merchandise exports since 1991.

Q.2. B) Select appropriate option from the following: (Any 3) (3)

- 1) The current account of BOP does not include
 - a. Balance of Trade
 - b. Unilateral services
 - c. Import of services
 - d. Portfolio investment
- 2) Which of the following is not a part of Unilateral Transfers
 - a. Gifts
 - b. Donations
 - c. Grants
 - d. Sale of Gold
- 3) Deficit in BOP for a long period of time is called
 - a. Fundamental Disequilibrium
 - b. Monetary Disequilibrium
 - c. Structural Disequilibrium
 - d. Cyclical Disequilibrium
- 4) Which of the following is not a non-monetary measure to correct the disequilibrium in BOP?
 - a. Tariff
 - b. Export Promotion
 - c. Quotas
 - d. Devaluation
- 5) TRIPS pertains to
 - a. Foreign Investments
 - b. Curbing restriction on movement of people
 - c. Trademarks
 - d. Public Health

ALL THE BEST