

**MASTER OF BUSINESS ADMINISTRATION  
MANAGEMENT, ACCOUNTING AND FINANCE  
(MBAEV)**

**Term-End Examination**

**June, 2014**

**MCNE-063 : INTERNATIONAL ECONOMICS**

*Time : 3 hours*

*Maximum Marks : 100*

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*Note : (1) Attempt any five questions.  
(2) All question carry equal marks.*

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1. Define the term Globalisation Trace the Origin 20  
of the process of globalization and explain its  
contribution in the present global system.
  
2. 'What is the exception to the law of 'comparative 20  
advantage? How prevalent is it.

3. What is the Primary function of tariffs in industrial nations and developing nations. 20
4. What is balance of payment and how its summary statement is prepared? 20
5. How changes in exchanges rate affects the economic development of a country? 20
6. Debate the relative merits of fixed and floating exchange rate regimes, from the perspective of international business and which is most important. 20

7. How does a deficit or a surplus in the nations B.O.P **20**  
arise according to monetary approach?

8. Write short notes on the following: **10+10**

(a) Purchasing Parity Theory.

(b) Ricardian Model.

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