

B.T.S. DEGREE (C.B.C.S.S.) EXAMINATION, MARCH 2016

Sixth Semester

Core Course 21 – PRINCIPLES OF INTERNATIONAL BUSINESS FOR TOURISM

(Prior to 2013 Admissions)

Time : Three Hours

Maximum Weight : 25

Section A

Answer all questions.

Each bunch of four questions carries a weight of 1.

BUNCH 1

1. What is foreign exchange?
2. Define balance of trade.
3. Give the expansion of FEMA.
4. Give the expansion of FERA.

BUNCH 2

5. Define Investment.
6. What is gold standard?
7. What is demonitisation?
8. What is forward exchange rate?

BUNCH 3

9. Give the expansion of RBI.
10. Who is the present Governor of RBI?
11. Why RBI is called Bankers Bank?
12. Name the system of note issue followed in India.

BUNCH 4

13. Give the expansion of IBRD.
14. What is Liquidity?
15. What is favourable balance of trade?
16. What is trade deficit?

(4 × 1 = 4)

Turn over

Section B

Answer any five questions.

Each question carries a weight of 1.

17. What is floating exchange rate?
18. Distinguish between Balance of Trade and Balance of Payments.
19. What is visible trade?
20. Distinguish between Spot Exchange Rates and Forward Exchange Rates.
21. What is deflation?
22. What is money laundering?
23. What is a free port?
24. Define Bank rate.

(5 × 1 = 5)

Section C

Answer any four questions.

Each question carries a weight of 2.

25. What do you mean by Liberalisation?
26. What is Special Drawing Rights?
27. What are the objectives of ADB?
28. What are the arguments against Globalisation?
29. Briefly explain the methods of correcting balance of payment deficit.
30. Discuss how exchange rate is determined under purchasing power parity theory.

(4 × 2 = 8)

Section D

Answer any two questions.

Each question carries a weight of 4.

31. Discuss the role and functions of IMF.
32. Give an account and India's current balance of payment position.
33. Discuss the merits and demerits of Globalisation.

(2 × 4 = 8)