Before answering the question paper the candidate should ensure that they have been supplied the correct question paper. Complaints in this regard, if any, shall not be entertained after the examination.

Note: Question No. 1 is Compulsory and attempt two questions from each section. All questions carry equal marks.

1. (a) Explain the gains from trade.
   (b) Differentiate between TOT and rate of exchange.
   (c) Define countervailing duties with a help of examples.
   (d) Write a brief note on BOP

   5*4

   SECTION – A

2(a) What is the basis of trade? Why do nations trade?  (10)
   (b) What are various obstacles being faced in international trade.  (10)

3. Compare quotas with other regulatory measures for international trade.  (20)

4. Explain with example the trade creation and trade diversion effect of Custom unions.  (20)

   SECTION – B

5. Explain in detail various institutions involved in export promotion.  (20)

6. What are the major quantitative and qualitative trends in India’s foreign trade since 1991?  (20)

7. Explain fully the foreign trade multiplier concept with and without the foreign repercussions.  (20)