

T.Y. B.Com. (Skill Based)
Compulsory Paper
International Economics
Course Code 302(B)

Objectives:

- 1) To study the theories of International Trade.
- 2) To highlight the trends and challenges faced by nations in a challenging global environment

Paper No 302 (B)

Marks:-100
(Theory 60, Practical 20, Internal 20)

Unit No.	Topic	No. of Lectures		Total Hours	Total Marks (Th – Theory , P- Practical)		
		Theory	Practical		144	Th(60)	P(20)
	Term I						
1	Introduction 1.1 Meaning and Scope of International Economics. 1.2 Importance of International Trade 1.3 Domestic Trade Vs International Trade 1.4 Role of International Trade in Economic Growth	14	4	18	7	3	
2	Theories of International Trade 2.1 Theory of absolute cost advantage 2.2 Theory of comparative cost advantage 2.3 Theory of factor endowment (Heckscher-ohlin Theory, Leontief Paradox) 2.4 Intra Industrial Trade	14	4	18	8	2	
3	Terms of Trade 3.1 Concept of Terms of Trade A) Gross Barter Terms of Trade B) Net Barter Terms of Trade C) Income Terms of Trade and Trade Policy D) Single Factorial Terms of Trade E) Double Factorial Terms of Trade 3.2 Factors affecting on Terms of Trade 3.3 Free Trade Policy – Meaning, Arguments for and against 3.4 Protection Policy – Meaning, Arguments for and against	14	4	18	7	3	
4	Regional and International Economic Co-operation 4.1 Regional Co-operation – European Union (E.U)	14	4	18	8	2	

	4.2 South Asian Association for Regional co-operation (SAARC) 4.3 Concept of Trade Blocks and Economic Integration 4.3.1 South American Preferential Trading Arrangement (SAPTA) 4.3.2 North Atlantic free Trade Agreement (NAFTA) 4.4 BRICS – Introduction & Functions						
	Term II						
5	Balance of Payment 5.1 Concept of Balance of Trade and Balance of Payments 5.2 Balance of Payment on current Account and Capital Account 5.3 Measures to correct disequilibrium of Balance of Payment 5.4 Causes of disequilibrium of Balance of Payment 5.5 Convertibility of Rupee on Current and Capital Account.	14	4	18	7	3	
6	Foreign Exchange Rate 6.1 Meaning of Foreign exchange rate 6.2 Fixed v/s flexible exchange rate 6.3 Theories of Exchange Rate 6.3.1 Purchasing Power Parity Theory 6.3.2 Balance of Payments Theory	14	4	18	8	2	
7	Foreign Exchange Market 7.1 Structure of foreign exchange market 7.2 Management of Foreign Exchange - inflow and outflow of foreign capital. 7.3 Euro Dollar Market – Nature and Scope 7.4 Advantages & Disadvantages of Foreign Exchange Market.	14	4	18	7	3	
8	Factor Mobility and Foreign Trade Policy 8.1 Foreign Capital – Meaning of Foreign Direct Investment and Foreign Institutional Investments 8.2 Role of Multi National Corporations (MNC's) 8.3 Motives and effects of International Labour Migration 8.4 India's Foreign Trade Policy since 1991 Features, Trends and Evaluation.	14	4	18	8	2	
		112	32	144	60	20	20

Pattern of Practical Examination

S.N	Question	Nature of Question	CONVERT OUT OF 20 Marks 30
1.	1	Journal	10 marks
2.	2	Assignment	10 marks
3	3	Powerpoint presentation	10 marks
		Total 30 (Convert out of 20)	30

Pattern of Question Paper

S.NO	Question	Nature of Question	Marks
1	Question 1 (A) Answer the following questions (15 objective type questions)	Objective Question (Answer in one sentence) all units	7
	Question 1(B)	Objective question (Fill in the blanks, Multi choice Questions,	6
2	Question 2	Answer the following question in one or two sentences(Any 5)	10
3	Question 3 (Practical Problems)	Answer the following question in three or four sentences(Any 5)	15
4	Question 4	Write question with the help of sub question (Any 2)	10
		Answer the following question in 15 or 20 sentence with the help of sub question (any 2)	12
		Total	60

Recommended Books :

- 1) Dr.D.M.Mithani – International Economics (Himalaya Publishing house ltd)
- 2) Z.M.Jhingan : International Economics (Vrinda Publication)
- 3) Dr.Mrs.Nirmal Bhalerao & S.S.M.Desai – International Economics (Himalaya Publishing house ltd)
- 4) Deminic Salvatove – International Economics
- 5) Francis Cherulliom - International Economics (Prentice hall)
- 6) L.M.Bhole – Financial Institutions Markets (Tata McGraw Hill)
- 7) H.R.Macharaju – International Financial Markets and India (Wheeler Publication)
- 8) RBI Report on Currency Finance Magazines / Journals , Reports, Websites