

MBA in SIBFT Sem.-1 Examination

IIS-FT-4

India's FTP & ITR

January-2024

Time : 2-30 Hours]

[Max. Marks : 70

Question – 1 Write the following.

14MARKS

- i. Case Study: India's New Theory in Trade Policy and Leveraging Comparative Advantages
Describe the main proposed changes in India's New Theory for trade policy and analyze their potential impact on India's trade relations and economy. Illustrate these changes with examples to support your evaluation.
Additionally, explore the concept of comparative advantage in international trade. Discuss how India's proposed trade policy changes aim to leverage these advantages.

Or

7 MARKS

- i. What were the three main changes introduced in India's trade policy after 1991? Explain how these changes impacted India's approach to international trade and its economic growth. Use examples to illustrate the effects of these policy shifts.
- 7 MARKS
- ii. Describe the key factors contributing to the Economic Crisis of India in 1991. Explain the specific challenges faced by the country during this period and analyze the measures taken to address this crisis.

Question – 2 Write the following.

14MARKS

- i. Case Study: Enhancing India's Trade Policy and Assessing the Impact on the IT Sector - Tata Consultancy Services (TCS)
Discuss potential recommendations aimed at fortifying India's trade policy to foster growth in international trade relations. Evaluate the prospects of these suggestions in overcoming existing challenges. Subsequently, focus on the effects of India's New Trade Theory on Tata Consultancy Services (TCS) and the broader IT sector. Analyze how the principles of this theory influence TCS's international market position, operational strategies, and competitive advantage.

Or

7 MARKS

- i. Explain the basic difference between the concepts of balance of trade and balance of payments. Use your selected commodity like rice to illustrate how these concepts might vary in evaluating a country's trade and financial transactions.
- 7 MARKS
- ii. Discuss the evolution of import and export policies affecting your commodity industry over the years. Evaluate the significant impacts of these policies on the production, trade volume, and market positioning of your commodity.

P.T.O.

Question – 3 Write the following.

14 MARKS

- i. **Case Study: India's New Trade Theory Application in Apple Trade Dynamics**
Evaluate how India's New Trade Theory diverges from traditional concepts, elucidating the rationale behind these shifts. Provide examples to illustrate the application of both theories and analyze their impacts on India's trade policies and global positioning. Subsequently, focusing on the global trade of apples, discuss the potential positive impacts of implementing India's New Trade Theory on apple trade. Highlight specific benefits and opportunities arising from this approach. Additionally, identify and assess the key challenges that could impede the effective application of the New Trade Theory in the apple trade market.

Or

7 MARKS

- i. Describe the three distinct phases characterizing India's trade policy before 1991. Explain the key features and shifts in each phase, highlighting the government's approach to international trade during these periods.

7 MARKS

- ii. What are the Salient or Important features of FTP 2023?

Question – 4 Write the following.

14 MARKS

- i. **Case Study: Enhancing Trade Dynamics in India - Agriculture Export Zones and Special Economic Zones (SEZs)**
Analyze the potential impact of establishing Agriculture Export Zones on the production, quality, and global market competitiveness of a selected commodity's exports and imports. Subsequently, evaluate the role of Special Economic Zones (SEZs) in influencing the import and export dynamics of various commodities across diverse industries in India. Provide specific examples illustrating how these zones facilitate trade activities and contribute to the growth and global positioning of India's trade economy.

Or

7 MARKS

- i. India's Foreign Trade Policy and outline its advantages and disadvantages. Discuss how this policy influences the country's international trade relations and economic growth.
- 7 MARKS
- ii. Examine the influence of foreign trade investment on the growth and development of India's automotive industry. Evaluate the specific contributions and challenges posed by foreign investment in shaping the agriculture industry's technological advancements, market competitiveness, and global integration.

Question – 5 Fill in the blanks. Attempt any seven out of twelve.

14 Marks

1. _____ theory emphasizes leveraging comparative advantages in international trade.
2. SEZs in India have a significant impact on _____ and export activities.
3. The establishment of Agriculture Export Zones can enhance _____ and global market competitiveness.
4. The Economic Crisis of India in 1991 led to significant _____ challenges.
5. India's Foreign Trade Policy has both _____ and drawbacks.
6. The three primary phases of India's trade policy _____ 1991 were distinct.
7. Implementation of Agriculture Export Zones can enhance _____ and quality of exports.
8. The New Trade Theory emphasizes leveraging _____ advantages.
9. Foreign institutional investors (FIIs) and foreign individuals investing in Indian stock markets or buying Indian government bonds would be considered examples of _____.
10. The balance of payments crisis highlighted a structural _____ in the Indian economy.
11. _____ is the gap between a government's total expenditures and its total revenue.
12. _____ refers to a situation where an economy's output, typically measured by Gross Domestic Product (GDP), is not expanding at a healthy rate.