

Set- B

Unique Paper Code : 52415502

Name of the Paper : Economics of Regulation of Domestic and Foreign
Exchange Markets

Name of the Course : B.Com, CBCS

Semester: V

Duration: 3 hours

Maximum Marks: 75

Instructions for Candidates

A. Attempt any four questions. All questions carry equal marks.

B. Answers may be written either in English or Hindi; but the same medium should be used throughout the paper.

1. “Market failure takes places when the best attainable outcome has not occurred”. Comment. In this context discuss any three cases of market failure.

2.”All over the world the government takes measures to control market power and also encourage competition”. In this context discuss the direct control of natural monopolies and oligopolies.

3. Special economic zones (SEZs) in India are areas that offer incentives to resident businesses. SEZs typically offer competitive infrastructure, duty free exports, tax incentives, and other measures designed to make it easier to conduct business. Accordingly, SEZs in India are a popular investment destination for many multinationals, particularly exporters. While India’s SEZs are similar to those found in other parts of Asia, a business leader who is considering setting up in a SEZ seeks to understand how SEZs work in India and what are the incentives given/provided to SEZs. In the light of the above case, state the benefits of SEZ and incentives to SEZs.

4. The Central Government on the recommendation of selection committee appoints Mr. Ramesh aged 56 years as Member of the Competition Commission of India to be effective from 1st January, 2018. State with reference to the provisions of Competition Act, 2002 the term for which he will be appointed &

whether he can be reappointed as such and also if he resigns after 2 years whether the vacancy can be filled up by the Chairman of the Commission. Discuss the terms of the office of chairpersons and other members, duties and powers of the Competition Commission of India.

5. “Balance of payments is an accounting statement that provides a systematic record of all economic transactions between the residents of a country and the rest of the world in a given period of time , usually one year”. In this context discuss the components of the balance of payments.

6. Can all contraventions punishable under Section 13 be compounded? In this context explain the provisions in FEMA 1999 with respect to compounding of offences and filing of an appeal against the orders of the adjudicating authority.

Note: Diagrams are not compulsory for visually impaired students.