

AC 10/02/12
Item No. 4.33

UNIVERSITY OF MUMBAI



Syllabus for the M.Com. (Part-I) **Program: M.Com** **Course: Business Economics**

(Credit Based Semester and Grading System with
effect from the academic year 2012–2013)

M. Com. Part I: ECONOMICS OF GLOBAL TRADE AND FINANCE

SYLLABUS FOR SEMESTERS I AND II

Preamble:

The syllabus of M. Com Part 1 is designed to acquaint the students with the various aspects of International Trade, Commercial Policy and Global Finance as well as recent trends and developments in international trade.

Semester – I

Module I: Commercial Policy:

Tariff and Non-tariff barriers, Miscellaneous Protection Techniques – Dumping, Subsidies, Cartels and Commodity Agreements. (15 Lectures)

Module II: Economics of Integration:

Types of integration (EU, NAFTA, APEC, ASEAN, and SAARC): Achievements and Future prospects, Regionalism Vs. Multilateralism (15 Lectures)

Module III: Trends in World Trade, WTO and Developing Countries:

Recent Trends in Global Trade - Contentious issues – Agriculture and Market Access, Trade and Environmental issues, Dispute Settlement Mechanism. (15 Lectures)

Semester – II

Module IV: Balance of Payments Adjustment:

Foreign Trade Multiplier and Global Repercussions – BOP and Policy Mix: Role of Monetary and Fiscal Policy in BOP – Trade-off between Internal and External Balance (Mundell and Flemming Model) (15 Lectures)

Module V: Foreign Exchange Market:

Flexible Exchange Rate, Currency convertibility, Significance of foreign exchange reserves, Exchange risks, Global linkage of foreign exchange markets, Open and Closed: Interest Parity Conditions - Euro Currency Markets , Euro Equity and Euro Bonds Markets – Nature and Characteristics. (15 Lectures)

Module VI: International Factor Movements:

Movement of labour between countries – Trends in Migration, International capital movements – Role and impact of foreign capital, Types and factors, Role of MNCs, Changing role of the IMF in the emerging international scenario. (15 Lectures)

References

1. Changing Patterns of Global Trade, INTERNATIONAL MONETARY FUND: Prepared by the Strategy, Policy, and Review Department, 15, 2011.
2. *Doha and Beyond: The Future of the Multilateral Trading System* Author: Mike Moore (Ed.) Publisher: Cambridge University Press, 2004.
3. *Economic Geography: The Integration of Regions and Nations* Author: Pierre-Philippe Combes, Thierry Mayer, Jacques-Francois Thisse Publisher: Princeton University Press, 2008.
4. *EU Trade Strategies : Regionalism and Globalism* Author: Vinod K. Aggarwal Publisher: Palgrave Macmillan, 2004.
5. Introduction to International Economics Author: Dominick Salvatore Publisher: John Wiley & Sons, 2011
6. International Economics: Theory and Policy (9th Edition) [Hardcover] [Paul R. Krugman](#) (Author), [Maurice Obstfeld](#) , Pearson Education, 2008.
7. International Economics, Robert C. Foenstra & Alan M. Taylor, Wath Publishers, USA.
8. *Labour Movement: How Migration Regulates Labor Markets* Author: Harald Bauder Publisher: Oxford University Press Inc, USA, 2006.
9. *Labour Movement: How Migration Regulates Labor Markets* Author: Harald Bauder Publisher: Oxford University Press Inc, USA, 2006.
10. Macroeconomics 8/e [Hardcover] [Rudiger Dornbusch](#) (Author), [Stanley Fischer](#) (Author), [Startz](#) (Author), [Richard Startz](#) (Editor)
11. Mithani & Jhingan, International Economics, S.Chand & Co.
12. Peter Kenen: The International Economy, (4ed.) Cambridge University Press, 2000.
13. Bo Sodersten, International Economics.

Internal and External Semester Examination for Semester I and II.

Internal Examination: Project Work. Topics will be based on the syllabus. (Total 40 Marks)

20 Marks for the Documentation

10 Marks for Presentation

10 Marks Viva.

External Examination: Question Paper Pattern for Semesters I and II. (Total Marks 60)

There will be four questions in all. All the questions are **COMPULSORY** and will have internal choice. The question paper will be of 60 marks and 2 hours duration.

Q1. Module I (Total marks 14)

A OR B Attempt any one. (In case of sub questions 7 marks each.)

Q2. Module II (Total marks 14)

A OR B Attempt any one. (In case of sub questions 7 marks each.)

Q3. Module III (Total marks 14)

A OR B Attempt any one. (In case of sub questions 7 marks each.)

Q4. Write explanatory notes – Attempt Any Two: (Total -18 marks)

Three explanatory notes: **A , B and C** (One on each module – 9 marks each).

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