

**BCOM General I year Semester-I**  
**Subject Foreign Trade**  
**Internal Exam-2 Question Bank**

1. IEC refers to (b)  
a. International Earning capacity      b. Importer-Exported code      c. Indian Economic Code  
d. None of the above
2. Mandatory document for export of goods (d)  
a. Bill of lading    b. Commercial invoice cum packing list    c. Shipping Bill      d. All of the above
3. EOU stands for (c)  
a. External oriented units      b. Electronic oriented units      c. Export oriented units      d. None
4. Foreign Trade policy statement is created by (b)  
a. State Govt.      b. Central Govt.      c. Foreign Govt.      d. None of the above
5. Importer is required to pay while importing the goods (a)  
a. import duty      b. import licencing fees      c. import quota      d. None of the above
6. The objective of [FTP 2015-20](#) (d)  
a. The export promotion mission      b. Mechanism for regular appraisal  
c. Make in India initiative      d. All the above
7. The negative list of imports include (d)  
a. Canalized items      b. Restricted items      c. Prohibited      d. All of the above
8. Free Trade Area refers to (a)  
a. Economic Integration      b. Industrial area      c. Financial Market      d. None of the above
9. The number of members in SAARC are (b)  
a. 5      b. 8      c. 12      d. 10
10. The benefits of common markets include (c)  
a. Effective allocation      b. Increase efficiency      c. Both a and b      d. None
11. ASEAN was established in the year (b)  
a. 1969      b. 1967      c. 1958      d. 1960
12. NAFTA signed by (c)  
a. Japan, Canada, Australia      b. Pakistan, India, China  
c. USA, Canada, Mexico      d. None of the above
13. Engine of Economic growth (a)  
a. Foreign Trade      b. Merchandise      c. Production      d. None of the above
14. Examples of Free Trade Area are (d)  
a. NAFTA      b. AFTA      c. CEFTA      d. All of the above

15. The objective of IMF ( d)  
a. Monetary co-operation      b. Balanced growth of international trade  
c. Exchange stability          d. All of the above
16. The subsidiary of World Bank (a)  
a. IDA              b. ADB              c. NDA              d. None of the above
17. Number of institutions in world bank are (b)  
a. Two              b. Five              c. Seven              d. Ten
18. The Main objective of TPP (c)  
a. Increase in economic relation      b. reduce in tariffs      c. Both a and b      d. None of the above
19. Final Act of Uruguay round agreement of GATT, resulted in establishment of (c)  
a. IMF              b. NDB              c. World Bank              d. None of the above
20. The Number of Nations signed TPP agreement (a)  
a. 12              b. 8              c. 10              d. None of the above

**Fill in the Blanks**

21. Foreign trade policy document explains Vision, goals and objectives
22. Make in India initiative aims to achieve Global Recognition
23. OGL stands for open general License
24. Landing documents of export consignments are poor for Notified Market
25. Under the EXIM Policy (2002-07) import of rough diamonds were permitted on the basis of zero custom duty
26. The Govt. of India announced first export –import policy in the year 1985
27. The Council of Ministers in SAARC is represented by Foreing Ministers of Member Nations
28. An economic union is a deep form of Economic Integration
29. SAARC stands for South Asian Association for Regional Co-operation
30. Present Members in Asia Free Trade Area(AFTA) are Ten
31. Trade Infra-structure facilities are Transport and Communication
32. A trade block which gives preferential access to certain products from participating countries is Preferential Trade Agreement
33. MIGA stands for Multilateral Investment Guarantee Agency
34. New Development Bank was formerly known as BRICS Development Bank
35. UNCTAD was established in 1964
36. World Trade Organisation is the Successor to the GATT

37. TRIMS agreement refers to Trade related aspects of Investment Measures

38. International Finance Corporation concentrates on Private sector in providing equity and long term loans

39. Trans-Pacific Partnership(TPP) agreement was signed by the member nations on Asian Infrastructure Investment Bank

40. e-IEC stands for Electric importer exporter code

**Short Answer Questions:**

1. What is e-BRC

Ans: Electronic Bank Realisation Certificate It captures details of realization of export proceeds directly from the bank through secured electronic mode

2. What are mandatory documents required for import of goods into India

Ans. Bill of Lading, Commercial Invoice cum packing list, Bill of Entry

3. What is SEIS ?

Ans: Service Export from India Scheme. This applies to service providers located in India.

4. What is EPCG ?

Export promotional capital Goods. This is designed to help the indigenous capital goods manufacturing industry

5. What is preferential trading system

Ans: It was the earliest form of economic integration among 48 common wealth countries of British empire

6. What is the basic objective of integration

Ans: The basic objective of Regional Economic Co-operative Agreements is to provide mutual economic benefits to the member countries.

7. What is APTA

Ans: Pacific Trade Agreement is the first PLURILATERAL agreement among the developing nations

8. What is the main objective of NDB

Ans: NDB aims at contributing to development plans that are socially, environmentally and economically sustainable

9. Who can be the members of World Bank

Ans: Only those nations that were members of IMF, could be the members of world Bank

10. What is Trans-Pacific partnership

Ans: Trans-Pacific Partnership(TPP) is an agreement made to liberalize trade in all goods and services through the removal of tariff and non-tariff barriers