

**AC – 28/03/2025**  
**Item No. – 7.8 (N) (1b) Sem. IV**

## **As Per NEP 2020**

# **University of Mumbai**



<b>Syllabus for Basket of OE Vertical 3</b>	
<b>Faculty of Commerce &amp; Management</b>	
<b>Board of Studies in Business Economics</b>	
<b>Second Year Programme</b>	
<b>Semester</b>	<b>IV</b>
<b>Title of Paper</b>	<b>Credits</b>
<b>I) International Trade Theories and Policies</b>	<b>2</b>
<b>From the Academic Year</b>	<b>2025-26</b>

**Title of Paper : International Trade Theories and Policies**

<b>Sr. No.</b>	<b>Heading</b>	<b>Particulars</b>
<b>1</b>	<b>Description the course:</b>  <b>Including but Not limited to:</b>	This course explores the fundamental concepts of international trade, its advantages, and the impact of trade policies like free trade and protectionism. It also examines the balance of payments, foreign investments, and global financial institutions like the IMF. Essential for understanding global markets, this course connects with macroeconomics, finance, and business studies, preparing students for careers in international trade, banking, economic policy, and multinational corporations.
<b>2</b>	<b>Vertical :</b>	Open Elective
<b>3</b>	<b>Type :</b>	Theory
<b>4</b>	<b>Credit:</b>	2 credits (1 credit = 15 Hours for Theory or 30 Hours of Practical work in a semester)
<b>5</b>	<b>Hours Allotted :</b>	30 Hours
<b>6</b>	<b>Marks Allotted:</b>	50 Marks
<b>7</b>	<b>Course Objectives:</b> By the end of this course, students will be able to: - 1. Students will be able to understand the significance of international trade in the global economy 2. It will help understand how international trade affects the economy of a country, influencing domestic industries, employment levels, and overall economic stability. 3. Students will be able to analyse and interpret the balance of payments, including Understanding the key components 4. Students will understand the positive relationship between international trade and economic growth	

8	<p><b>Course Outcomes:</b> By the end of this course, students will be able to: -</p> <ol style="list-style-type: none"> <li>1. Understand the significance, types, and implications of international trade.</li> <li>2. Analyze the impact of trade policies on economic growth and development.</li> <li>3. Evaluate the causes and solutions for balance of payment disequilibrium.</li> <li>4. Assess India's trade position and the role of international financial institutions.</li> </ol>
9	<p><b>Syllabus</b></p>
	<p><b>Module 1: Introduction to International Trade (15 hours)</b></p>
	<ul style="list-style-type: none"> <li>▪ Meaning of International trade, Importance and scope of international trade, Types of international trade, Advantages and Disadvantages of International trade</li> <li>▪ Commercial Trade Policy Free Trade and Protection Pros and Cons.</li> <li>▪ Gains from Trade and Terms of Trade , Derivation of Offer Curves and International Equilibrium</li> </ul>
	<p><b>Module 2: Balance Of Payments (15 hours)</b></p>
	<ul style="list-style-type: none"> <li>▪ Balance of Payments: Meaning, Structure and Types of Disequilibrium</li> <li>▪ Causes and measures to correct the disequilibrium in Balance of Payments</li> <li>▪ India's Balance of Payment Position since 2010, – International financial flows – Foreign Direct Investment and Portfolio Investment – Currency Convertibility – IMF- Role and Functions.</li> </ul>
10	<p><b>References:</b></p> <ul style="list-style-type: none"> <li>• Paul Krugman, Maurice Obstfeld, and Marc Melitz, International Economics: Theory and Policy, Addison-Wesley (Pearson Education Indian Edition), 10th edition, 2015.</li> <li>• Dominick Salvatore, International Economics: Trade and Finance, John Wiley International Student Edition, 10th edition, 2011.</li> <li>• Gandolfo, G. (2014), International Trade Theory and Policy (with contribution from Federico Trionfetti) 2nd ed., Springer</li> </ul>

11	<div>Internal Continuous Assessment: 40%</div> <table><tr><td colspan="3">Continuous evaluation pattern</td></tr><tr><td>1</td><td>Class Test Two (5 marks each)</td><td>10 Marks</td></tr><tr><td>2</td><td>Assignment/ Project Presentation/ Case Study writing</td><td>10 Marks</td></tr><tr><td>3</td><td>Book review/Newspaper review (in any language)/ Case Studies</td><td>10 Marks</td></tr><tr><td></td><td>Take any two of the above (from 1, 2 and 3)</td><td>20 Marks</td></tr></table>	Continuous evaluation pattern			1	Class Test Two (5 marks each)	10 Marks	2	Assignment/ Project Presentation/ Case Study writing	10 Marks	3	Book review/Newspaper review (in any language)/ Case Studies	10 Marks		Take any two of the above (from 1, 2 and 3)	20 Marks									
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12	<div>External, Semester End Examination 60% Individual Passing in Internal and External Examination</div> <div>Format of Question Paper</div> <div>Semester End Examination Question Paper Pattern</div> <div>Time: 1 Hour<span>Max. Marks:30</span></div> <div>Note:<ul style="list-style-type: none"><li>➤ All questions are compulsory</li><li>➤ Each question has internal options</li><li>➤ Figure to the right indicate full marks.</li></ul></div> <table><tr><td>Q.1.</td><td>Answer the following questions (Any 2):</td><td>15 Marks</td></tr><tr><td>A.</td><td></td><td></td></tr><tr><td>B.</td><td></td><td></td></tr><tr><td>C.</td><td></td><td></td></tr><tr><td>Q.2.</td><td>Answer the following questions (Any 2):</td><td>15 Marks</td></tr><tr><td>A.</td><td></td><td></td></tr><tr><td>B.</td><td></td><td></td></tr><tr><td>C.</td><td></td><td></td></tr></table>	Q.1.	Answer the following questions (Any 2):	15 Marks	A.			B.			C.			Q.2.	Answer the following questions (Any 2):	15 Marks	A.			B.			C.		
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**Sd/-**

**Sign of the BOS  
Coordinator  
Dr. Atul Salunkhe  
Board of Studies in  
Business Economics**

**Sd/-**

**Sign of the  
Offg. Associate Dean  
Prin. Kishori Bhagat  
Faculty of Commerce**

**Sd/-**

**Sign of the  
Offg. Associate Dean  
Prof. Kavita Laghate  
Faculty of  
Commerce &  
Management**

**Sd/-**

**Sign of the  
Offg. Dean  
Prin. Ravindra  
Bambardekar  
Faculty of  
Commerce &  
Management**