

2. The members of the World Trade Organization (WTO) do not agree to accord MFN status to each other.
3. Once given the status of MFN it cannot be revoked for 10 years as per WTO by law.

Which of the above statements are **incorrect**?

- (a) 1 and 2 only
- (b) 3 only
- (c) 2 and 3 only
- (d) 1 only

13. Which of the following are called Brettonwoods Twins?

- (a) IMF & International Bank for Reconstruction and Development (IBRD)
- (b) IMF & World Trade Organisation
- (c) IBRD & World Trade Organisation
- (d) None of the above

14. The Asia Pacific trade agreement (APTA), is a preferential tariff agreement that aims at promoting intra-regional trade. Which of the following countries are participating states of APTA?

1. India
2. China
3. Thailand
4. Sri Lanka

Select the correct code:

- (a) 1, 2 and 3 only
- (b) 2 and 3 only
- (c) 1, 2 and 4 only
- (d) 1, 3 and 4 only

15. Which of the following statements are correct regarding the International Monetary Fund (IMF):

1. Its primary purpose is to ensure the stability of the international monetary system.
2. It was established along with the world bank.
3. It is an organization of 190 countries.
4. Nauru is the latest country to join IMF.

Select the correct code:

- (a) 1, 2 and 3 only
- (b) 1, 3 and 4 only
- (c) 2 and 3 only
- (d) 1, 2, 3 and 4

16. Which of the following are quantitative tools used by RBI to control/regulate monetary policy?

1. Bank Rate Policy
2. Open Market Operations
3. Cash Reserve Ratio
4. Margin requirements

Select the correct answer using the code given below:

- (a) 1 and 2 only
- (b) 3 and 4 only
- (c) 1, 2 and 3 only
- (d) 1, 2, 3 and 4

17. Consider the following statements regarding the Repo Rate:

1. It is an instrument with RBI for borrowing funds only on an overnight basis.
2. Both government and corporate sector securities can be used for borrowing under it.
3. Increase in the repo rate will increase the liquidity in the market.

Which of the above statements is/are correct?

- (a) 1 and 2 only
- (b) 2 only
- (c) 1 and 3 only
- (d) 1, 2 and 3

18. Which of the following is/are the possible impacts of the devaluation of a currency in a country?

1. It may help in combating inflation.
2. It may lead to an increase in aggregate demand for domestically produced goods.
3. It may lead to an improvement in the current account balance.

Select the correct code:

- (a) 1 only
- (b) 1 and 3 only