

(Pages : 3)

L – 1367

Reg. No. :

Name :

Sixth Semester B.A. Degree Examination, March 2021

First Degree Programme Under CBCSS

Economics

Core Course XIV

EC 1644 — INTERNATIONAL ECONOMICS

(2015-2017 Admission)

Time : 3 Hours

Max. Marks : 80

SECTION – I

Answer in **one** or **two** sentences. Attempt **all** questions.

1. Foreign trade Multiplier.
2. Offer curve.
3. Opportunity Cost.
4. Managed Float.
5. Tariff Barriers.
6. Customs union.
7. Income terms of trade.
8. IMF.

P.T.O.

9. Multilateralism.
10. Balance of Payments.

(10 × 1 = 10 Marks)

SECTION – II

Answer any **eight** questions not exceeding **one** paragraph. **Each** question carries **2** marks.

11. What are the factors affecting terms of trade?
12. What are the main types of quotas?
13. Explain FDI and FII.
14. How trade acted as an engine of growth?
15. What do you mean by devaluation? Point out the main merits of devaluation.
16. What are the gains accrued from international trade?
17. Explain Hedging and Speculation.
18. What is meant by Marshall-Lerner Condition?
19. Point out the main ways in which Foreign Direct Investment benefits a nation.
20. What are the factors determining the gains from trade?
21. What is the basic difference between Spot Rate and Forward Rate?
22. Point out the main non tariff barriers.

(8 × 2 = 16 Marks)

SECTION – III

Answer any **six** questions not exceeding **120** words. **Each** question carries **4** marks.

23. Explain Absorption approach to BOP.
24. Point out how far MNCs promote the development of a nation.

25. Explain the scope of International Economics.
26. Explain diagrammatically the concept of optimum tariff.
27. Explain the role of IMF in International Liquidity management.
28. What do you mean by the Purchasing Power Parity Theory?
29. What are the measures to correct disequilibrium in the balance of payment?
30. Explain comparative cost theory of international trade.
31. Point out the main views of Mercantilists and Physiocrats towards trade.

(6 × 4 = 24 Marks)

SECTION – IV

Answer any **two** questions not exceeding **four** pages. **Each** question carries **15** marks.

32. What do you mean by tariff and briefly explain the main effects of tariff?
33. Give a detailed view on the economic integration among developing countries.
34. What do you mean by WTO and what are its objectives?
35. Write an essay on Balance of Payments and what are the causes of disequilibrium in BOP.

(2 × 15 = 30 Marks)