

TB176310W

Reg. No :

Name :

B. A. DEGREE (C.B.C.S.S) EXAMINATION, MARCH 2023
(2015, 2016 and 2017 Admissions Supplementary)
SEMESTER VI - CORE COURSE (ECONOMICS)
EC6B14B - INTERNATIONAL ECONOMICS

Time : 3 Hours

Maximum Marks : 80

Part A

I. Answer all questions. Each question carries 1 mark

(6x1=6)

1. Define community indifference curves.
2. Define Leontief Paradox
3. What do you mean by invisible account in BoP?
4. Define BoP.
5. Explain cross exchange rate.
6. What is WTO?

Part B

II. Answer any Seven questions. Each question carries 2 marks

(7x2=14)

7. What is Terms of trade, Distinguish between gross barter terms of trade and Net barter terms of trade?
8. Discuss gains from trade.
9. What is Factor price equalization theory?
10. What is Technology Gap theory?
11. Distinguish between current account and capital account in BoP.
12. Explain the difference between Balance of Payment and Balance of Trade.
13. Explain gold export point.
14. Explain gold standard.
15. Discuss the role of India in WTO
16. Distinguish between GATT and WTO.

Part C

III. Answer any Five questions. Each question carries 6 marks

(5x6=30)

17. Explain Community indifference curves.
18. Explain comparative cost advantage theory of international trade. Highlight its policy prescription.
19. Distinguish between equilibrium and disequilibrium in balance of payments. Suggest both monetary and nonmonetary measures to correct a deficit in BoP.
20. What is Balance of payment on capital account?
21. Elucidate the concept foreign exchange risks.
22. How is equilibrium exchange rate determined?
23. What are the different types of quotas?
24. What do you mean by commercial policy? How does the commercial policy affect a nation's economic development?

Part D

IV. Answer any Two questions. Each question carries 15 marks

(2x15=30)

25. From the table indicate (a) Whether the U.S. has an absolute advantage or a disadvantage in wheat and cloth. (b) The commodity in which the U.S. and the U.K. have a comparative advantage and highlight the theories of international trade which will explain trade patterns between the two countries. Commodity/ country U.S. U.K. Wheat (bushels/labor-hour) 6 1 Cloth (yards/labor-hour) 4 3
26. What is disequilibrium in the balance of payments? Cite some factors causing such disequilibrium.
27. Discuss in detail about currency derivatives.
28. Explain the objectives and functions of WTO. What are its implications for a country like India?