B.A DEGREE (CBCS) REGULAR / REAPPEARANCE EXAMINATIONS, MARCH 2024

Sixth Semester

B.A Economics Model I

CORE COURSE - EC6CRT12 - INTERNATIONAL ECONOMICS

2017 Admission Onwards

E321A432

Time: 3 Hours   Max. Marks : 80

Instructions to Private candidates only: This question paper contains two sections. Answer **SECTION I** *questions in the answer-book provided.* **SECTION II**, *Internal Examination questions must be answered in the question paper itself. Follow the detailed instructions given under* **SECTION II**

Part A

Answer any **ten** *questions.*

Each question carries **2** *marks.*

1. Define international economics.

2. State the theory of International Trade propounded by Adam Smith.

3. Explain offer curves.

4. List out the static and dynamic gains in trade.

5. What is current account?

6. Explain exchange control.

7. What is Currency Depreciation?

8. Fixed vs floating exchange rate systems.

9. Convertibility of currency.

10. Differentitate between inward-looking and outward-looking strategies.

11. Define import tariff.

12. Define import quota.

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. Explain the differences between internal and international trade.

14. Critically examine factor price equalization theorem.

15. What are the effects of devaluation on BOP?

16. Explain elasticity approaches to devaluation.

17. Explain the demand and Supply of Foreign Exchange.

18. Give a short note on Balance of Payment Theory.

19. Hedging vs Speculation in trade.

20. Throw light on the BRICS summit held.

21. What were the reasons for the downfall of GATT and origin of WTO?

(6×5=30)

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Differentiate between inter-industry and intra-industry trade. Explain their importance.

23. Point out the factors responsible for disequilibrium in balance of payments.

24. Explain the non-tariff barriers.

25. Comment on the relationship between IMF and India.

(2×15=30)