

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86
(For candidates admitted during the academic year 2019–2020 & thereafter)

SUBJECT CODE: 19EC/PC/IT44

M. A. DEGREE EXAMINATION, APRIL 2022
BRANCH III – ECONOMICS
FOURTH SEMESTER

COURSE : CORE

PAPER : INTERNATIONAL TRADE

TIME : 3 HOURS

MAX. MARKS: 100

SECTION – A

ANSWER ANY FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 300 WORDS
(5 X 8 =40)

1. Account for the secular deterioration in the terms of trade of less developed countries.
2. Why are owners of the abundant factor of production proponents of free trade?
3. Discuss the impact of an import subsidy in the case of a large country under partial equilibrium.
4. What are the various provisions of the Agreement of Agriculture adopted by the WTO?
5. Examine product life cycle theory of international trade.
6. Briefly explain the various methods to determine the exchange rate
7. Critically evaluate Bhagwati's immiserizing growth model.

SECTION – B

ANSWER ANY THREE QUESTIONS. EACH ANSWER NOT TO EXCEED 1200 WORDS.
(3 x 20 = 60)

8. Discuss how differences in factor endowments serves as the basis for trade
9. Why do countries face disequilibrium in balance of payments? What are the different measures that can correct the disequilibrium in balance of payments?
10. Examine the production and consumption effects of economic growth on international trade.
11. Analyze the impact of international capital movements on the host and home country. Discuss the potential costs and benefits of foreign direct investment
12. Explain the impact of tariff and non-tariff barriers to international trade under partial equilibrium analysis in the case of a small country
