

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86
(For candidates admitted from the academic year 2008 – 2009&thereafter)
SUBJECT CODE: EC/MC/IT64

B. A. DEGREE EXAMINATION, APRIL 2012
BRANCH IV - ECONOMICS
SIXTH SEMESTER

COURSE : MAJOR – CORE
PAPER : INTERNATIONAL ECONOMICS
TIME : 3 HOURS **MAX. MARKS: 100**

SECTION – A

ANSWER ALL QUESTIONS. EACH ANSWER NOT TO EXCEED 50 WORDS:
(10x3=30)

1. What is international Economics?
2. What is the Production Possibility curve?
3. Define an offer curve.
4. What is the meaning of 'Factor Intensity'?
5. What is meant by Free trade?
6. What do you mean by tariffs?
7. What is Dumping?
8. What is the meaning of Arbitrage?
9. Write down any two functions of the IMF.
10. What is meant by the Most Favoured Nation clause?

SECTION – B

ANSWER ANY FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 300 WORDS:
(5 x 6 = 30)

11. What are the salient features of International trade?
12. Describe briefly Adam Smith's concept of Absolute Cost advantage.
13. Explain Leontief's Paradox.
14. Briefly explain the foreign trade multiplier.
15. Briefly explain the effects of devaluation on the terms of trade
16. What are the causes of the fluctuations in exchange rates.
17. What are the salient features of the Dunkel Draft.

SECTION – C

ANSWER ANY TWO QUESTIONS. EACH ANSWER NOT TO EXCEED 1200 WORDS:
(2 X 20 = 40)

18. Explain and illustrate the doctrine of "Comparative Costs" as enunciated by David Ricardo.
19. Explain the concept of "immiserising growth". How can developing countries check immiserising growth?
20. What do you mean by disequilibrium in the balance of payments? What are its causes and how can it be corrected?
21. What are the objectives of the IBRD. Describe its organization and guiding principles.
