

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86
(For candidates admitted during the academic year 2009–10)

SUBJECT CODE: EC/PC/IT24

M. A. DEGREE EXAMINATION, APRIL 2010
BRANCH III – ECONOMICS
SECOND SEMESTER

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

SECTION – A

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

1. Explain the imitation Gap theory of international trade
2. Explain the consumption effects of growth on international trade
3. Explain the various types of Tariffs
4. Explain the infant industries argument for protection
5. Write notes on Hedging, Arbitrage
6. Explain the facilities of International Monetary Fund in lending its resources to member countries.
7. What is the need for New International Economic Order?

SECTION – B

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

8. Explain the Leontief Paradox. Does it invalidate the Heckscher – Ohlin Theory of International Trade?
9. What according to Prebisch – singer are the disequalising forces that operate in the world economy to the advantage of developed countries?
10. Discuss the problems which developing countries face in forming a Customs Union Suggest measures whereby they can have economic integration.
11. What are the causes of an adverse balance of payments? Give suggestions to remove an unfavourable balance of payments
12. Explain the main features of the World Trade Organisation. How does it differ from the GATT?
