

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 2013
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. Define reciprocal demand.
2. What is meant by Comparative Cost Advantage?
3. What are the terms of trade?
4. What is the Foreign Trade Multiplier?
5. Expand GATT.
6. Give the Meaning of Balance of Payment.
7. What is meant by Free Trade?
8. Explain Devaluation.
9. What are the objectives of ADB?
10. What is Dumping?

SECTION – B

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

11. Explain the Adam Smith theory of Absolute Cost Advantage.
12. Explain the impact of trade with respect to a growing economy and how it impact on production and consumption.
13. Explain Leontief Paradox.
14. What is the impact of deterioration of TOT in the case of developing countries?
15. What are the main types of tariffs?

16. What are the main objectives of SAARC?
17. What are the functions of the World Bank?

SECTION – C

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

18. Discuss the Heckscher-Ohlin theory of International Trade.
 19. Explain the concepts of balance of payments. Explain the corrective mechanism of balance of payments.
 20. What are the factors affecting Terms of Trade?
 21. Explain the Purchasing Power Parity theory.
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