

**FIFTH SEMESTER BA DEGREE EXAMINATION, NOVEMBER 2022**  
**(Regular/Improvement/Supplementary)**

**ECONOMICS**

**GECO5B09T: INTERNATIONAL ECONOMICS**

**Time: 2 ½ Hours**

**Maximum Marks: 80**

**SECTION A: Answer the following questions. Each carries *two* marks**  
**(Ceiling 25 Marks)**

1. What is the Scope of the subject international economics?
2. Point out the differences between internal trade and international trade.
3. What is the view point of mercantilist to international trade?
4. What is meant by factor intensity?
5. Describe absolute advantage?
6. What are new Protectionist policies?
7. What is countervailing duties?
8. Define economic integration?
9. Write a short note on ASIAN.
10. What is Mint parity?
11. Differentiate between devaluation and depreciation?
12. What is dirty floating?
13. Write a short note on undervaluation of currency?
14. Distinguish between balance of payment and balance of trade.
15. Point out major functions of IMF?

**SECTION B: Answer the following questions. Each carries *five* marks.**  
**(Ceiling 35 Marks)**

16. "International trade will lead to economic development". Comment
17. Define terms of trade? Write any three types of terms of trade?
18. What is Leontief Paradox?
19. How comparative advantage leads to international trade?
20. Differentiate between Free trade and protection. What are the arguments for free trade?
21. Write a detailed note on new protectionism?
22. Explain purchasing power parity theory.
23. What are the functions of Foreign exchange markets?

**SECTION C: Answer any *two* questions. Each carries *ten* marks.**

24. Critically evaluate HO theory of international trade?
25. Define tariff. What are different types of tariffs? Explain the effect of tariff using partial equilibrium analysis?
26. Explain different systems of foreign exchange determination? What are the merits and demerits of fixed and flexible exchange rate system?
27. What is meant by disequilibrium in BOP? How it can be corrected?

**(2 × 10 = 20 Marks)**