**SAINTGITS COLLEGE OF APPLIED SCIENCES**

**First Internal Assessment Examination, SEPTEMBER 2018**

**Department of Corporate Economics, Semester 3**

**INTERNATIONAL ECONOMICS- 1**

Total : **50 marks** Time:**2 Hours**

**Section A**

*Answer any 5 questions. Each question carries 2 marks.*

1. Define international trade?

2. What is “laissez-faire”?

3. What do you mean by Production Possibility Curve?

4. What is mercantilism?

5. What is neo- mercantilism?

6. What is factor price equalisation theorem?

**(5 X 2 = 10 marks)**

**Section B**

*Answer any 5 questions. Each question carries 5 marks.*

7. Explain offer curve?

8. Explain community indifference curve for economic analysis?

9. Differentiate inter regional and international trade?

10. What are the essentials of Smithian theory of absolute advantage?

11. Explain the opportunity cost theory?

12. Briefly explain Ohlin’s theory of international trade?

**(5 X 5 = 25 marks)**

**Section C**

*Answer any 1 question. Question carries15 marks****.***

13. Explain the scope and importance of international trade?

14. Discuss with example the classical comparative cost advantage theory of international trade?

**(1 X 15 = 15 marks)**