E 5635 (Pages : 2) Reg. No...........................

Name.............................

B.A. DEGREE (C.B.C.S.S.) EXAMINATION, OCTOBER 2018

Third Semester

B.A. Corporate Economics

Core Course—INTERNATIONAL ECONOMICS

(2013 to 2016 Admissions)

Time : Three Hours   Maximum Marks : 80

Section A

Answer **all** *questions in* **one** *or* **two sentences.**
Each question carries 1 mark.

1. What is international economics ?

2. What is comparative cost ?

3. What is specialisation ?

4. Define factor abundance.

5. What do you mean by adverse terms of trade ?

6. What do you mean by offer curve ?

7. Define free trade.

8. What do you mean by barter terms of trade ?

9. What is meant by open economy ?

10. What is 'autarky' ?

(10 × 1 = 10)

Section B

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

11. What is current account ?

12. Explain bilateral quota.

13. What is meant by custom's duty ?

14. Explain remittances.

15. Explain gross barter terms of trade.

16. What do you mean by reciprocal demand ?

17. What are the non-economic causes of disequilibrium in B.O.P. ?

Turn over

18. What do you mean by devaluation ?

19. What is opportunity cost ?

20. Write principles of W.T.O.

21. Explain G.D.R.

22. What is Dunkel draft ?

(8 × 2 = 16)

Section C

Answer any **six** *questions.*
Each question carries 4 marks.

23. Examine obstacles in international trade.

24. Explain price effect of tariff.

25. Explain basis of international trade.

26. Explain absolute cost advantage.

27. What is equilibrium rate of exchange ?

28. Explain dumping and its effects.

29. Explain price criterion of factor abundance.

30. Explain gains from trade with the help of offer curves.

31. What do you mean by open economy ?

(6 × 4 = 24)

Section D

Answer any **two** *questions.*
Each question carries 15 marks.

32. Critically examine opportunity cost theory of international trade.

33. Explain how reciprocal demand affects a country's terms of trade.

34. Explain Mill's approach to measurement of gains from trade.

35. Explain the functioning of W.T.O.

(2 × 15 = 30)