

QP CODE: 25020773



Reg No :

Name :

**B.A DEGREE (CBCS) REGULAR / REAPPEARANCE / MERCY CHANCE
EXAMINATIONS, FEBRUARY 2025**

Sixth Semester

B.A Economics Model I

CORE COURSE - EC6CRT12 - INTERNATIONAL ECONOMICS

2017 Admission Onwards

11C28A4B

Time: 3 Hours

Max. Marks : 80

Instructions to Private candidates only: This question paper contains two sections. Answer SECTION I questions in the answer-book provided. SECTION II, Internal Examination questions must be answered in the question paper itself. Follow the detailed instructions given under SECTION II.

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. Define international economics.
2. What is meant by balance of trade?
3. Define Terms of Trade.
4. State the theory of International Trade propounded by Adam Smith.
5. What is meant favourable balance of payment?
6. Explain J curve.
7. Mint parity theory.
8. Fixed vs floating exchange rate systems.
9. Convertibility of currency.
10. Define Voluntary Export Restraint.
11. What are the major focus areas of BRICS?
12. What is GATT?

(10×2=20)



Part B

Answer any **six** questions.

Each question carries **5** marks.

13. Explain reciprocal demand theorem.
14. Distinguish between static and dynamic gains from trade.
15. What are the automatic measures to correct disequilibrium in BOP?
16. What are the objectives of devaluation?
17. Give a note on the participants in Forex Market.
18. Give a note on the Exchange Rate determination under Flexible Exchange Rate System.
19. Hedging vs Speculation in trade.
20. Differentiate between inward-looking and outward-looking strategies.
21. What is the importance of trade barriers?

(6×5=30)

Part C

Answer any **two** questions.

Each question carries **15** marks.

22. Critically examine Heckscher- Ohlin theory of international trade.
23. Give an account of the structure of balance of payments.
24. Diagrammatically illustrate the effect of quotas.
25. What are the various agencies under IMF?

(2×15=30)