



Reg. No. :

Name :



0114960

K19P 1012

III Semester M.A. Degree (CBSS-Reg./Suppl./Imp.)
Examination, October - 2019
(2014 Admission Onwards)
ECONOMICS / APPLIED ECONOMICS
ECO3C11 : INTERNATIONAL ECONOMICS-I

Time : 3 Hours

Max. Marks : 60

Instructions: Answer **All** question.

PART-A

Choose the correct answer. Answer all questions. **All** questions carry equal marks. **(8x½=4)**

1. Two countries gain from trade if
 - a) Tariff rates are different
 - b) Cost ratios are different
 - c) Price ratios are different
 - d) B and C
2. The absolute cost doctrine of Adam Smith is based on
 - a) Labour theory of value
 - b) Comparative cost differences
 - c) Reciprocal demand
 - d) Factor endowments
3. The offer curve shows
 - a) Factor endowments
 - b) Terms of trade
 - c) currency exchange rate
 - d) Tariff rate
4. A straight line production possibility frontier shows, the production function is subject to

P.T.O.



- a) Increasing returns
 - b) Diminishing returns
 - c) Constant returns
 - d) None of these
5. The Immiserizing growth theorem is associated
 - a) WW Leontief
 - b) Jagdish Bhagwati
 - c) Stolper-Samuelson
 - d) Betil Ohlin
 6. The Net barter terms of trade is an index of export and import based on
 - a) Price index
 - b) Quantity index
 - c) Quality index
 - d) None of these
 7. Hecksher-Ohlin theory defines factor endowments in terms of
 - a) Factor price criterion
 - b) Physical criterion
 - c) Quality criterion
 - d) a & b
 8. Stolper- Samuelson theorem state that opening up of the trade will benefit
 - a) Abundant factor
 - b) Scarce factor
 - c) Imported factor
 - d) none of these

PART-B

Answer any **Eight** questions .Each question carry **2** marks and should not exceed one page. **(8x2=16)**

9. What is meant by Metzler Paradox?
10. What is optimum tariff?
11. Distinguish between tariff and quota.
12. What are the important gains from trade?

P.T.O.



13. Briefly explain the Kravis theory of availability
14. What is meant by commercial policy?
15. What is meant by export led growth?
16. Examine the different types of tariff?
17. What are the important forms of dumping?
18. What is foreign trade multiplier?
19. Distinguish between devaluation and depreciation of currency.

PART-C

Answer any **four** questions. Each question carries **5** marks and should not exceed 2 and half pages. **(4x5=20)**

20. Discuss examine the absolute cost theory of international trade.
21. Critically examine the opportunity cost theory of international trade.
22. Evaluate the Rybczynski theorem.
23. Explain the Prebisch - Singer thesis.
24. Discuss examine the comparative cost doctrine of David Ricardo.
25. Examine the Stolper- Samuelson theorem.

PART-D

Answer any **two** questions. Each carries **10** marks and should not exceed **6** pages. **(2x10=20)**

26. Analyze the effects of tariff under partial equilibrium analysis.
27. "International trade is determined by relative abundance and scarcity of factors" discuss.
28. Analyze the various effects of economic growth on international trade.
29. Critically examine the factor price equalization theorem.