



K17U 1894

Reg. No. :

Name :

III Semester B.A. Degree (CBCSS – Reg./Sup./Imp.) Examination,
November 2017

(2014 Admn. Onwards)

CORE COURSE IN ECONOMICS/DEVELOPMENT ECONOMICS

3B04 Eco. : International Economics

Time : 3 Hours

Max. Marks : 40

PART – A

Short answer questions. Answer **all** questions. **Each** question carries 1 mark.

1. Inter-regional trade.
2. Quota.
3. Balance of trade.
4. Spot exchange rate.

(1×4=4)

PART – B

Answer **any 7** questions. **Each** question carries 2 marks :

5. Labour theory of value.
6. Factor endowments.
7. Fixed exchange rate.
8. Depreciation.
9. Reciprocal demand.
10. New protectionism.
11. Purchasing power parity.

P.T.O.



12. Brettonwood System.
13. Foreign exchange market.
14. FDI.

(7×2=14)

PART – C

Short Essay. Answer **any four** not exceeding **150** words **each**. **Each** question carries **3** marks.

15. Critically evaluate the absolute cost theory of International Trade.
16. Examine the arguments made in favour of free trade.
17. Examine the components of Balance of Payments.
18. Write a note on Leontif paradox.
19. Examine the Mint parity theory of exchange rate determination.
20. Briefly examine Heckshler Ohlin Theory.

(4×3=12)

PART – D

Long Essay. Answer **any two** questions not exceeding **450** words. **Each** question carries **5** marks.

21. Examine the nature, scope and significance of international economics as a branch of economics.
22. Theories of exchange rate determination.
23. Examine the methods of correcting balance of payments disequilibrium.
24. Examine the role of FDI. Analyse its merits and demerits.

(2×5=10)
