

Reg. No. : .....  
Name : .....

K21U 2010

III Semester B.A. Degree (CBCSS – Sup./Imp.) Examination,  
November 2021  
(2015 – '18 Admissions)  
CORE COURSE IN ECONOMICS/DEV. ECONOMICS  
3B04 ECO : International Economics

Time : 3 Hours

Max. Marks : 40

PART – A

**Very Short Type Questions**

(Answer all the 4 questions. Each carries one mark)

1. Differentiate between international and interregional trade.
2. What is free trade ?
3. What is flexible exchange rate ?
4. What is FDI ?

PART – B

**Short Answer Type Questions**

(Answer any seven questions. Each carries 2 marks)

5. Differentiate between balance of payment and balance of trade.
6. What is Current Account ?
7. Explain Absolute Cost Advantage Theory.
8. What is terms of trade ?
9. Define Dumping.
10. Explain Mint parity theory.

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11. What are the major objectives of IMF ?
12. What do you mean by protective tariff ?
13. What is visible and invisible trade ?
14. What is new protectionism ?

PART – C

**Short Essay Type Questions**

(Answer any four questions. Each carries 3 marks)

15. What are the arguments in favour and against protectionism ?
16. Describe the Mint parity theory of exchange rate determination.
17. Discuss the importance of International Economics.
18. Explain various concepts of terms of trade.
19. Differentiate between FDI and FPI.
20. What is the difference between fixed and flexible exchange rate system ?

PART – D

**Essay Type Questions**

(Answer any two questions. Each carries 5 marks)

21. Do you think that the Heckscher Ohlin theory was an extension of old comparative advantage theories ? Why ?
22. Explain the role and functions of the IMF and World Bank.
23. What do you mean by balance of payment disequilibrium ? What are the causes for the balance of payment disequilibrium and also explain various measures to correct it ?
24. Compare and contrast various theories of exchange rate determination.