



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A.DEGREE EXAMINATION –ECONOMICS

FIFTH SEMESTER – APRIL 2019

EC 5505– INTERNATIONAL ECONOMICS

Date: 23-04-2019
Time: 09:00-12:00

Dept. No.

Max. : 100 Marks

PART – A (5 X 4 = 20 Marks)

Answer any FIVE of the following. Each answer should not exceed 75 words.

1. Define International Trade.
2. What are the reasons for International Trade?
3. What is meant by Terms of Trade?
4. Define Foreign Exchange Rate.
5. What do you mean by Flexible Exchange Rate?
6. What is meant by Optimum Tariff?
7. Write a short note on the origin of WTO.

PART B (4 X 10 = 40 Marks)

Answer any FIVE of the following. Each answer should not exceed 250 words.

8. Explain the interdependence between International Trade and Domestic Trade.
9. Discuss the Classical theory of David Ricardo.
10. Describe the gains arising out of International Trade.
11. Distinguish between Current Account and Capital Account.
12. Explain the achievements of IMF.
13. Describe the main features of the World Trade Organization.
14. What are the differences between Free Trade and Protection?

PART C (2 X 20 = 40 Marks)

Answer any FIVE of the following. Each answer should not exceed 900 words.

15. Critically examine the Heckscher-Ohlin Theory of International Trade.
16. Describe briefly the various types of Terms of Trade.
17. Discuss the objectives and functions of IBRD.
18. Explain the Purchasing Power Parity Theory of exchange rates.
