



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – ECONOMICS

FIFTH SEMESTER – APRIL 2017

EC 5505 - INTERNATIONAL ECONOMICS

Date: 26-04-2017
Time: 01:00-04:00

Dept. No.

Max. : 100 Marks

PART-A

Answer any FIVE questions in about 75 words each:

(5×4=20)

1. What do you mean by international trade? State its importance for a country.
2. State the assumptions of Ricardian theory of comparative cost advantage.
3. Distinguish between Net and Gross Barter terms of trade.
4. What are the advantages of flexible exchange rates?
5. What are the functions of WTO?
6. What are the factors that determine the gains from trade?
7. What are the uses of SDR's?

PART-B

Answer any FOUR questions in about 300 words each:

(4×10=40)

8. Distinguish between international trade and domestic trade.
9. Examine the classical theory of international trade from the view point of LDCs.
10. Write notes on a) Double Factoral Terms of Trade and b). Single Factoral Terms of Trade
11. What is exchange rate? Explain the causes of changes in the exchange rate.
12. List out the salient features of recent export and import policy.
13. What are the bases for international trade?
14. Explain Mint-parity theory of exchange rate.

PART-C

Answer any TWO questions in about 900 words each:

(2×20=40)

15. Critically examine the view that trade results from differences in factor endowments in countries.
16. State the case for and against free trade.
17. What are the features of India's exchange rate policy? Explain the need for RBI'S intervention in the foreign exchange market.
18. Discuss the impact of globalization on the patterns of trade.
