



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – ECONOMICS

FIFTH SEMESTER – NOVEMBER 2013

EC 5505/EC 5501 – INTERNATIONAL ECONOMICS

Date : 07/11/2013
Time : 9:00 - 12:00

Dept. No.

Max. : 100 Marks

PART-A

Answer any FIVE questions in about 75 words each:

(5×4=20)

1. State the importance of international trade for a country.
2. What do you mean by Absolute differences in costs?
3. Distinguish between Net and Gross terms of trade.
4. What do you mean by Real cost terms of trade?
5. What are the factors that influence exchange rates?
6. Differentiate between GATT and WTO.
7. What are the objectives of IMF?

PART-B

Answer any FOUR questions in about 300 words each:

(4×10=40)

8. Distinguish between internal and international trade.
9. Enumerate the assumptions of Ricardian theory of comparative cost advantage.
10. Bring out the limitations of Net Barter Terms of Trade.
11. Write a note on Double Factoral Terms of Trade.
12. Briefly explain Purchasing Power Parity Theory.
13. Explain the composition of India's foreign trade.
14. Point out the salient features of recent export and import policy.

PART-C

Answer any TWO questions in about 900 words each:

(2×20=40)

15. Critically examine the Heckscher-Ohlin theory of international trade.
16. What do you mean by terms of trade? Explain the factors affecting terms of trade?
17. Argue favouring and against flexible exchange rates.
18. Make a critical appraisal of the working of the World Bank.

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