

5/H-16 (vi) (Syllabus-2017)

2023

(November)

ECONOMICS

(Honours)

(International Economics)

Marks : 75

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

Answer **five** questions, taking **one** from each Unit

UNIT—I

1. What is offer curve? Explain the determination of trade with the help of offer curves.
5+10=15
2. Discuss the Heckscher-Ohlin theory of international trade. To what extent it is superior to the classical theory? 10+5=15

UNIT—II

3. Distinguish between net barter terms of trade and gross barter terms of trade. Highlight the factors affecting terms of trade.
5+10=15

4. Critically discuss the theory of reciprocal demand. 15

UNIT—III

5. What is optimum tariff? With the help of offer curves, show how optimum tariff is determined. 3+12=15
6. Define quotas. What are the objectives of import quotas? With the help of examples, substantiate the suitability of tariff and quota for the developing countries. 3+5+7=15

UNIT—IV

7. Explain the working of the foreign trade multiplier without and with foreign repercussions. 15
8. Critically examine the purchasing power parity theory of exchange rates. 15

UNIT—V

9. Write short notes on the roles and functions of (a) IMF and (b) World Bank. 7+8=15
10. What is WTO? Explain its objectives and functions. How has India benefited by joining the WTO? 3+6+6=15
