

6/ECO-350 Syllabus-2023

2026

(May-June)

FYUP : 6th Semester Examination

ECONOMICS

(International Economics)

(ECO-350)

Marks : 75

Time : 3 hours

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

**Answer five questions, taking at least one
from each Unit.**

UNIT—I

- 1. Explain the comparative costs theory of international trade. What are its limitations?**
10+5=15
- 2. Explain clearly the Heckscher-Ohlin theory of international trade. In what way is it superior to the classical theory?** 10+5=15
- 3. What is Leontief Paradox? In what way is it reconciled with the Heckscher-Ohlin theory?**
9+6=15

UNIT—II

4. Define terms of trade. Explain the different concepts related to the terms of trade. 5+10=15
5. Explain the meaning of gains from trade. Discuss the different approaches to the gains from trade. 3+12=15
6. What is meant by import quotas? Explain the effects of import quotas for the importing country. 5+10=15

UNIT—III

7. Critically discuss the Absorption approach as an adjustment process to adverse balance of payments. 15
8. Explain the concept of foreign trade multiplier. Explain the process of income propagation through the foreign trade multiplier. 5+10=15
9. Critically examine the purchasing power parity theory of exchange rates. 15

UNIT—IV

10. What are the main objectives of the IMF? Make a critical appraisal of the working of the IMF. Discuss the role of IMF for Less Developed Countries. 6+4+5=15

11. Examine the International Monetary System with reference to Gold Standard and Bretton Woods systems. Why were they discarded? 8+7=15
12. Write short notes on the following : 8+7=15
 - (a) ASEAN
 - (b) BRICS

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