

**QP CODE**

Enrollment Number: .....

**H1113**

Name: .....

**B.A DEGREE EXAMINATIONS, MARCH 2026**

**Fifth Semester**

**B.A Economics**

**B21EC05DE – International Economics**

**(2023 January Admissions)**

**Time: 3 Hours**

**Max Marks: 70**

**Section A**

**Answer any ten of the following questions in a word or sentence each. Each question carries 1 mark.**

1. Define international economics.
2. What is opportunity cost?
3. Who is regarded as the father of mercantilism?
4. What is free trade?
5. What is dumping?
6. What is SDR?
7. What is Hedging?
8. Define forward rate.
9. What is Depreciation?
10. What is Net Barter Terms of Trade?
11. What is exchange rate?
12. Define BOP.
13. What is Anti-dumping Duties?
14. Name one international organization that resolves trade disputes among countries.
15. Who Introduced the theory of Absolute Advantage.

**(1X10=10)**

**Section B**

**Answer any ten of the following questions in two or three sentences each. Each question carries 2 marks.**

16. Mention two features of international trade.
17. Distinguish between tariff and non-tariff barriers.

18. Write a note on currency swap.
19. Write a short note on devaluation.
20. Mention two functions of foreign exchange market.
21. Name the three main components of BOP.
22. Write a note on speculation.
23. What are the characteristics of flexible exchange rate system?
24. What is the main focus on Single Factorial Terms of Trade?
25. Write a note on Cartel.
26. What are the measures to correct BOP disequilibrium?
27. What is the purpose of Anti-Dumping duties?
28. What is offer curve?
29. Write a short note on gains from trade.
30. What are the features of spot exchange rate?

**(2X10=20)**

### **Section C**

**Answer any five of the following questions in a paragraph each. Each question carries 4 marks.**

31. Explain the structure of Balance of Payments.
32. Briefly explain the mercantilist approach to trade.
33. Explain Absolute Advantage theory.
34. Explain the Purchasing power parity theory of exchange rate.
35. Distinguish between spot and forward rates.
36. Distinguish between balance of trade and balance of payments.
37. Distinguish between fixed exchange rate and flexible exchange rate.
38. Write a note on SAARC.
39. Explain Leontief paradox.
40. Explain Mint parity theory.

**(4X5=20)**

### **Section D**

**Answer any two of the following questions in two pages each. Each question carries 10 marks.**

41. Explain the meaning and Scope of International Economics.
42. Explain Indian Foreign Exchange Scenario in contemporary world.
43. Explain Heckscher Ohlin theory.
44. Discuss origin, objectives and functions of WTO.

**(10X2=20)**