

MA DEGREE EXAMINATION - OCTOBER 2015
SEMESTER: 3, SUBJECT: ECONOMICS
COURSE: P3ECOT11 - INTERNATIONAL TRADE THEORY & POLICY

Time: 3 Hours

Max. Marks 75

PART - A

(Answer any **eight** of the following in three or four sentences. Each question carries **two** marks)

1. Technology gap theory
2. European union
3. Non-tariff barriers
4. What is opportunity cost
5. Immiserising growth
6. Free trade
7. Factor price equalization theory
8. Product life cycle theory
9. Capital saving technical progress
10. Intra industry trade
11. Optimum tariff
12. Trade creation

(2 x 8 = 16)

PART - B

(Answer any **seven** of the following not exceeding two pages each.
Each question carries **five** marks)

13. Critically examine the Leontief paradox
14. Explain the Rybczynski theorem
15. Explain the Absolute advantage theory
16. Explain different types of tariff
17. Explain the Linder theory of trade
18. What are the different types of technical progress?
19. Explain the different forms of bias in trade growth
20. Intra industry trade and its impact on developing economy
21. What are the arguments for protection
22. Explain the dynamic effects of customs union

(5 x 7 = 35)

PART - C

(Write long essays on any **two** of the following. Each question carries **twelve** marks.)

23. Explain Economic integration and effects of SAARC, ASEAN
24. Discuss the quotas and other Non-tariff barriers and its merits and demerits.
25. Explain the Heckscher Ohlin theory of trade
26. Explain any two models of intra industry trade (12 x 2 = 24)
