

**B. A. DEGREE END SEMESTER EXAMINATION - MARCH 2025****SEMESTER 6 : ECONOMICS****COURSE : 19U6CRECO12 : INTERNATIONAL ECONOMICS***(For Regular 2022 Admission and Supplementary 2021/2020/2019 Admissions)*

Time : Three Hours

Max. Marks: 75

**PART A****Answer All (1 mark each)**

1. Why countries participate in trade?
2. What is an economic union?
3. What is Voluntary export Restraint?
4. Define SDR.
5. What do you understand by secular disequilibrium?
6. Define factor intensity.
7. What is meant by currency convertibility under gold standard?
8. What is sliding scale tariff?
9. State currency Swap.
10. Define invisible account.

**(1 x 10 = 10)****PART B****Answer any 8 (2 marks each)**

11. What is the difference between domestic trade and international trade?
12. Distinguish between single column and double column tariff.
13. How community indifference curve differs from consumer indifference curve?
14. Explain spot rate.
15. What is labour theory of value?
16. Distinguish between put option and call option.
17. write a note on Devaluation.
18. Why foreign exchange is demanded? Explain.
19. What is a Tariff Quota?
20. How migrant remittances are recorded in BOPs?

**(2 x 8 = 16)****PART C****Answer any 5 (5 marks each)**

21. Analyze the causes for the collapse of Brettonwoods system.
22. Write a note on currency options
23. Explain the functions of WTO.
24. Explain the structure of BOP.
25. Explain the superiority of H-O model over comparative cost theory.
26. Analyze the role of SRD in providing international liquidity.
27. Examine Leontief Paradox.

**(5 x 5 = 25)**

**PART D**

**Answer any 2 (12 marks each)**

28. What is terms of trade? Explain different concepts of terms of trade.
29. Critically evaluate the Purchasing Power Parity theory of Exchange rate determination.
30. Discuss the functioning of IMF.
31. What is meant by equilibrium and disequilibrium in balance of payments? Examine the different types of disequilibrium in BOPs.

**(12 x 2 = 24)**