24P325 (Pages: 3) Name: ....

Reg.No: ....

THIRD SEMESTER M.A. DEGREE EXAMINATION, NOVEMBER 2025

(CBCSS - PG)

(Regular/Supplementary/Improvement)

CC19PECO3C09 - INTERNATIONAL TRADE

(Economics)

(2019 Admission onwards)

Time : 3 Hours Maximum : 30 Weightage

Part A

Answer ***all*** questions. Each question carries 1/5 weightage.

1. Developing nating attack the traditional trade theory on what grounds
   (a) Static (b) Dynamic
   (c) Not applicable to developing nations (d) None of these

2. Transmission of new ideas happens through ....
   (a) Development (b) Growth (c) Trade (d) None of these

3. Which among the following represents Net barter terms of trade?
   (a) Px/Pm (b) Qm/Qx (c) Pm/Px (d) Qx/Qm

4. Factor Price equalization theorem was formulated by
   (a) Stolper Samuelson (b) Paul Samuelson (c) Either a or b (d) None of these

5. Who proved the strong correlation between export performances and expenditure on research and development?
   (a) Vernon (b) Viner (c) Romer (d) Lucas

6. 1-MPC=
   (a) APC (b) APS (c) MPS (d) None of these

7. The term Immiserising growth was coined by
   (a) Jagadish Bhagwati (b) Edgeworth (c) Either a or b (d) None of these

8. Price of Non tradable is determined in which market?
   (a) Domestic market (b) World market (c) Both a & b (d) None of these

9. Which factor hamper the growth of LDC?
   (a) Poverty (b) Unemployment
   (c) Deterioration of terms of trade (d) None of these

10. Tariff applied on the basis of value is:
    (a) Specific (b) Compound (c) Ad Valorem (d) None of these

11. Quota leads to a .... to consumer surplus
    (a) Increase (b) Dicrease (c) No change (d) None of these

12. New Protectionism deals with
    (a) Tariff barriers (b) Non tariff barriers (c) Quota barriers (d) All of these

13. NAFTA is an example of ....
    (a) Free Trade Area (b) Preferential Trading arrangement
    (c) Common Market (d) Customs Union

14. Trade diverion .... Welfare
    (a) Increase (b) Reduce (c) Either a or b (d) All of these

15. Headquarters of WTO located in
    (a) Geneva (b) Jakarta (c) Kathmandu (d) None of these

(15 × 1/5 = 3 Weightage)

Part B (Very Short Answer Questions)

Answer any ***five*** questions. Each question carries 1 weightage.

16. What are the major benefits of trade?
17. What is H-o-S Theorem?
18. What is induced investment?
19. What are the views of Edgeworth on Economic expansion?
20. Define Import Substitution.
21. Explain quota.
22. What is VER?
23. What is multilateral trade?

(5 × 1 = 5 Weightage)

Part C (Short Answer Questions)

Answer any ***seven*** questions. Each question carries 2 weightage.

24. Write a note on the relevance of trade on economic development.
25. Infer trade as an engine of growth.
26. Write a note on Kravis theory of availability.
27. Write a note on Constant Returns to Scale.

28. Write a note on Intra industry trade.

29. Explain the impact of transportation cost on trade.

30. Write a short note on bias in the growth of production.

31. Categorize the traded and non traded goods sector.

32. Write a short note on Economic Union.

33. Write a note on SAFTA.

(7 × 2 = 14 Weightage)

Part D (Essay questions)

Answer any ***two*** questions. Each question carries 4 weightage.

34. Critically evaluate various terms of trade.

35. Explain modern theory of international trade.

36. Explain the relevance of Prebisch- Singer thesis.

37. Explain the difference of tariff and quota.

(2 × 4 = 8 Weightage)

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