THIRD SEMESTER M.A. DEGREE EXAMINATION, NOVEMBER 2022

(CBCSS - PG)

(Regular/Supplementary/Improvement)

CC19P ECO3 C09 - INTERNATIONAL TRADE

(Economics)

(2019 Admission onwards)

Time: Three Hours   Maximum: 30 Weightage

Part A

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

1. Trade between two or more than two nations known as.

   (a) Internal trade   (b) International trade

   (c) Iner regional trade   (d) None of these

2. Transmission of new ideas happens through …..……..

   (a) Development   (b) Growth   (c) Trade   (d) None of these

3. If we multiply Commodity terms of trade by Fx, the terms of trade will become:

   (a) Single factoral   (b) Double factoral

   (c) Income terms of trade   (d) Utility terms of trade

4. As per H-O theorem a labor rich nation exports …..……..

   (a) Capital intensive   (b) labor intensive   (c) Either a or b   (d) None of these

5. Factor Price equalization theorem was formulated by

   (a) Stolper Samuelson   (b) Paul Samuelson

   (c) Either a or b   (d) None of these

6. If intra industry trade index is maximum, then the value of T is:

   (a) 0   (b) 1   (c) α   (d) None of these

7. If the consumption of exportable is greater than importable, then consumption is:

   (a) Pro trade   (b) Anti trade   (c) Ultra Pro trade   (d) Ultra anti trade

8. Immiserising growth is applicable to which nations?

   (a) Developed nations   (b) Developing nations

   (c) Both a & b   (d) None of these

9. Tradables price is determined in which market.

   (a) Domestic market   (b) World market   (c) Either a or b   (d) None of these

10. Imposition of tariff will leads to a …..…….. to consumer surplus.

    (a) Reduction   (b) Increase   (c) Neutral   (d) None of these

11. A protection is on physical quantity is known as.

    (a) Tariff   (b) Quota   (c) Duty   (d) All of these

12. Which one the following is against the GATT?

    (a) Tariff   (b) VER   (c) Dumping   (d) All of these

13. Which one has a harmonised fiscal and monetary policy

    (a) Customs Union   (b) Common Market   (c) Economic Union   (d) None of these

14. Trade creation will occur if there is a .... of tariff.

    (a) Increase   (b) Reduce   (c) Either a or b   (d) All of these

15. Maastricht treaty came into force in.

    (a) 1991   (b) 1993   (c) 1995   (d) 1997

(15 × 1/5 = 3 Weightage)

Part B (Very Short Answer Questions)
Answer any *five* questions. Each question carries 1 weightage.

16. Draw the reasons helped the regions of recent settlement to meet the rising demand from Britain.

17. Define Metzler Paradox.

18. What is induced investment?

19. Cite Immiserising growth.

20. Conceptualize Import Substitution.

21. Define quota.

22. What is Subsidy?

23. What is trade diversion?

(5 × 1 = 5 Weightage)

Part C (Short Answer Questions)
Answer any *seven* questions. Each question carries 2 weightage.

24. Judge the contribution of trade to development.

25. Write a note on gross barter terms of trade.

26. Explain briefly about opportunity cost analysis.

27. Write a note on factor intensity.

28. Write a note on absolute factor price equalization.

29. Differentiate tradable and non tradable commodities.

30. Write a short note on Rybczynski theorem.

31. What are the major assumptions of Prebisch Singer Thesis?

32. Write a short note on Economic Union.

33. Write a note on ASEAN.

(7 × 2 = 14 Weightage)

Part D (Essay questions)
Answer any *two* questions. Each question carries 4 weightage.

34. Justify Trade as an engine of growth.

35. Explain the relevance of imperfect competition and trade.

36. Explain the concepts of growth of factors of production.

37. What are the merits and demerits of tariff?

(2 × 4 = 8 Weightage)

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