



B.A. (Semester – V) Examination, October/November 2016
ECONOMICS (Paper – VII) (New Course)
International Trade and Finance – I

Duration : 2 Hours

Max. Marks : 80

Instructions : i) **All** questions are **compulsory**. However **internal** choice is **available**.

ii) Answer sub-questions in question 1 and question 2 in **not** more than **100** words.

iii) Answer question 3 to question 6 in **not** more than **400** words.

iv) Figures to the **right** indicate **maximum** marks to the question/ sub-question.

v) Draw diagrams **wherever** necessary.

1. Briefly explain **any four** of the following :

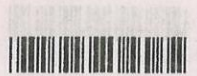
(4×4=16)

- i) Four features of International Trade.
- ii) Prebisch-Singer Thesis.
- iii) Concept of Comparative Cost Advantage.
- iv) Trade based on differences in tastes.
- v) Leontief Paradox.
- vi) Factor Price Equalisation Theorem.

2. Answer **any four** of the following :

(4×4=16)

- i) Give any two non-economic arguments in favour of protectionism.
- ii) What are Voluntary Export Restraints ?
- iii) What is Globalisation ?



- iv) Write a short note on Export Subsidies.
- v) Briefly explain the various forms of Counter trade.
- vi) Highlight the recent changes in global trade in services.
3. A) What is 'Terms of Trade' ? Explain any five factors influencing Terms of Trade. 12
- OR
- B) Examine the Opportunity Cost Theory of International Trade. 12
4. A) Explain the Stolper-Samuelson Theory of International Trade. 12
- OR
- B) Describe the Technological gaps and Product Cycle Models of International Trade. 12
5. A) What is a tariff ? Attempt a classification of tariffs. 12
- OR
- B) How do International Cartels and Eco Labelling restrict international trade ? 12
6. A) Examine the impact of Globalisation. 12
- OR
- B) Highlight the drivers of Globalisation. 12
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