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(4th Semester)

ECONOMICS

(Honours)

Paper No. : ECO-402 (New Course)

(International Economics)

Full Marks : 70
Pass Marks : 45%

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

UNIT—I

1. (a) Explain absolute cost advantage theory of international trade. 14

Or

- (b) What was paradoxical about Leontief's test of the HO model on US trade? 14

UNIT—II

2. (a) What is an import quota? Examine briefly the advantages and disadvantages of an import quota. 2+12=14

Or

- (b) Critically examine the partial equilibrium theory of trade. 14

UNIT—III

3. (a) What is a balance of payments? Examine the various methods of correcting disequilibrium in the balance of payments. 4+10=14

Or

- (b) Is balance of payments always balanced? Discuss the causes of balance of payments deficit. 6+8=14

UNIT—IV

4. (a) Examine the function of the International Monetary Fund. Discuss briefly its role in enlarging international liquidity. 7+7=14

(3)

Or

- (b) Write a short note on the organisation of World Bank. 14

UNIT—V

5. (a) Why was European Nation formed? Discuss the role of European Nation in international trade. 6+8=14

Or

- (b) Describe the functions of World Trade Organisation (WTO) and UNCTAD. 7+7=14

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