

**ST. PHILOMENA'S COLLEGE (AUTONOMOUS), MYSORE**  
**PG DEPARTMENT OF ECONOMICS**  
**QUESTION BANK (Revised Curriculum 2018)**  
**SECOND YEAR- THIRD SEMESTER (2019-21 Batch)**  
**International Trade: Theory and Policy QP Code:51202**

<b>Unit</b>	<b>Sl. No</b>	<b>Questions</b>	<b>Marks</b>
1	1	What are offer curves?	2
3	2	Give the meaning of Dumping.	2
3	3	What is retaliation?	2
3	4	What us import substitution?	2
3	5	define gains from trade	2
4	6	What is custom union?	2
3	7	Define bilateral trade.	2
1	8	What is international trade?	2
2	9	State Comparative Cost advantages principle.	2
1	10	Define factor intensity reversal.	2
1	11	Define single factor terms of Trade.	2
1	12	Mention any two differences between international and internal trade.	2
1	13	State the meaning of terms of trade.	2
1	14	State the meaning of factor intensity.	2
3	15	What do you mean by Tariffs?	2
4	16	What is free trade?	2
5	17	Mention any two functions of WTO	2
1	18	Define International Economics.	2
1	19	Explain the concept 'Factor Intensity Reversal'.	2
3	20	What do you mean by optimum tariff?	2
3	21	What are NTBs?	2
3	22	Define the concept "Trade Liberalization.	2
1	23	What is opportunity cost?	2
1	24	Define marginal rate of transformation.	2
1	25	Define the community indifference curves.	2

1	26	What is marginal rate of substitution?	2
1	27	What do you mean by equilibrium of isolation?	2
2	28	State the absolute advantage principle.	2
2	29	State the reciprocal demand.	2
3	30	What is import quota?	2
3	31	What is international cartel? Give an example.	2
3	32	What do you mean by export subsidies?	2
4	33	Define economic integration.	2
4	34	Mention any two objectives of BRICS.	2
4	35	Mention any two objectives of SAARC.	2
5	36	Expand TRIPS and TRIMS	2
5	37	Expand NAFTA and LAFTA	2
5	38	Define political economy	2
5	39	Mention any two objectives of WTO	2
5	40	Mention any two principles of GATT	2
		<b>5 Marks Questions</b>	
			5
2	1	Critically examine the absolute cost advantage theory.	5
5	2	Write a note on GATT.	5
2	3	Describe the Stolper-Samuelson theorem of factor endowment.	5
1	4	Briefly explain the trade problems of developing countries.	5
1	5	Explain the various concepts of terms of trade.	5
1	6	Discuss the factors determining gains from trade.	5
5	7	Explain the objectives of WTO.	5
4	8	Examine the trade creation effects of customs union.	5
1	9	Describe the salient features of International trade.	5
2	10	Explain J.S. Mill's reciprocal demand.	5
3	11	Explain the advantages and disadvantages of import - substitution policy.	5
4	12	Write a note on BRICS.	5
1	13	Discuss static and dynamic effects of gains from trade.	5

4	14	Analyze the trade creation effects of Custom union.	5
5	15	Explain the basic principles of GATT.	5
1	16	What are the bases of International Trade?	5
2	17	Discuss the features of New Trade Theories.	5
3	18	Examine the impact of dumping on Domestic Market.	5
4	19	Comment on the constraints of Trade liberalization in LDCs.	5
1	20	Distinguish between potential and actual gains from Trade.	5
1	21	Write a note on the relationship between gains of Trade and size of the Country.	5
4	22	Write critically about BRIXIT and its implications for EU.	5
1	23	Explain the importance of international Economics.	5
2	24	Write a note on comparative cost advantages theory of Ricardo.	5
2	25	Explain Leontief paradox.	5
3	26	Describe the concept of optimum Tariff.	5
3	27	What is new International Economic order? Explain	5
5	28	Write a brief note on TRIPs.	5
4	29	Explain the History of Economic integration.	5
4	30	Write a note on European Union.	5

#### 10 Marks Questions

2	1	Critically examine Heckscher -Ohlin Theory of International Trade.	10
1	2	Explain the effects of Tariff under general equilibrium analysis.	10
3	3	Discuss the political economy of protectionism and strategic trade in international trade policy.	10
3	4	Describe the importance of industrial policy on international trade.	10
4	5	Explain the static and dynamic effects of customs union.	10
3	6	What is non-tariff barriers and explain the relative effects of non-tariff barriers on international trade.	10
1	7	Explain the causes and consequences of secular deterioration in terms of trade of developing countries.	10

1	8	<b>Explain the role of technological progress in gains from trade.</b>	<b>10</b>
4	9	<b>Analyse the trade creation and diversion effects of Customs union.</b>	<b>10</b>
3	10	<b>Discuss the different dimensions of NTBs.</b>	<b>10</b>
5	11	<b>Examine the impact of WTO on developing countries.</b>	<b>10</b>
1	12	<b>Comment on the role of technical progress on static and dynamic gains of International trade.</b>	<b>10</b>
3	13	<b>Analyse the Trade creations and diversion effects of Customs Union.</b>	<b>10</b>
4	14	<b>Critically analyse the achievements of SAARC.</b>	<b>10</b>
5	15	<b>Explain the recent developments in PRIDS and TRIMS</b>	<b>10</b>
4	16	<b>What is custom union? What are the main problems in the formation of customs union</b>	<b>10</b>
2	17	<b>Discuss the Mill's reciprocal demand theory.</b>	<b>10</b>
3	18	<b>Explain the partial equilibrium effects of tariff.</b>	<b>10</b>
3	19	<b>Illustrate the general equilibrium analysis of a tariff in a small country.</b>	<b>10</b>
4	20	<b>Illustrate the trade creating of customs union.</b>	<b>10</b>
4	21	<b>Discuss the objectives and functions of SAARC.</b>	<b>10</b>
4	22	<b>Describe the aims and objectives of BRICS.</b>	<b>10</b>
5	23	<b>Discuss the objectives and functions of WTO.</b>	<b>10</b>
3	24	<b>Examine the effect of a tariff on consumer and producer surplus.</b>	<b>10</b>
1	25	<b>Describe the importance of international economics.</b>	<b>10</b>

Q.P Code:51202

**St. Philomena's College (Autonomous) Mysore**  
**III Semester MA Final Examination November 2019**

**Subject: ECONOMICS**

**Title: INTERNATIONAL TRADE THEORY AND POLICY (HC)**

**Time: 03 Hours**

**Max Marks:70**

**PART -A**

**5x2=10**

**Answer any FIVE questions :**

- a. Mention any two differences between international and internal trade.
- b. State the meaning of terms of trade.
- c. Offer curves – Give the meaning.
- d. State the meaning of factor intensity.
- e. What do you mean by Tariffs?
- f. What is dumping?
- g. What is free trade?
- h. Mention any two functions of WTO.

**PART -B**

**6x5=30**

**Answer any SIX questions :**

2. Explain the importance of international Economics.
3. Write a note on comparative cost advantages theory of Ricardo.
4. Explain Leontief paradox.
5. Describe the concept of optimum Tariff.
6. What is new International Economic order? Explain
7. Write a brief note on TRIPs.
8. Explain the History of Economic integration.
9. Comment on non tariff barriers.

**PART - C**

**3x10=30**

**Answer THREE question:**

10. Analyse the Stopler-Samuelson theorem with the help of a diagram.
11. What is custom union? What are the main problems in the formation of customs union?
12. Critically evaluate Heckscher – Ohlin Theory of International Trade.
13. Critically analyse achievements of SAARC.
14. Explain the recent developments in PRIDS and TRIMS

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