UNIT-III

5. What is foreign exchange risk? How does hedes'x helps in mitigation foreign exchange risk? discuss with example. 4+10=14

6. What is foreign trade multiplier (FTM)? How does an income in export affects national income when considering F.T.M with and without repercussions. 4+10=14

UNIT-IV

7. In what ways do the principles and challenges faced by the Bretton Wood system resonate with the current discussions on global economic governance, reserve currencies and financial stability? Elaborate. 14

8. How does depreciation influence balance of trade? Illustrate in this context discuss the elasticity approach to correct value of trade. 6+8=14

UNIT-V

9. What is meant by "optimum tariff"? What will happen to volume of trade if all paying partners impose optinum tariff simultanesouly. 4+10=14

10. Write short notes on: 7+7=14

    (i) Trade Diversity Western Union

    (ii) Economic Integration

★★★

PG (CBCS) EVEN SEMESTER EXAMINATION, 2024

ECONOMICS

4th Semester

Course No. : ECOCC - 403 (O)

(International Economics)

Full Marks : 70

Pass Marks : 28

Time : 3 hours

The figures in the margin indicate full marks for the questions

(Answer five questions taking one from each unit)

UNIT-I

1. Analyse David Ricardo's theory of comparative advantage. Provide examples to illustrate how countries benefit from trade even if one has an cute advantage in producing all goods. 6+8=14

2. Discuss the derivation of offer curve. How do shift in the offer curve affect the equilibrium terms of trade. Elaborate. 8+6=14

UNIT-II

3. Critically explain Heckscher-Ohlin theory of International trade. 14

4. Explain the impact of neutral technical progress on terms of trade. 14

(Turn Over)