

(FOR THE CANDIDATES ADMITTED

22PIB309

DURING THE ACADEMIC YEAR 2022 ONLY)

REG.NO. :

N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI

END-OF-SEMESTER EXAMINATIONS : NOVEMBER-2023

M.COM - (IB)(SF)

MAXIMUM MARKS: 50

SEMESTER: III

TIME : 3 HOURS

PART - III

22PIB309 – INTERNATIONAL ECONOMICS

SECTION – A

(10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

(Objective Questions with four Multiple Choices)

(K1)

1. According to the Heckscher-Ohlin theory, international trade is primarily driven by differences in
a) Consumer preferences b) Exchange rates c) Factor endowments d) Tariff rates
2. ____ means selling the products at a price less than on going price in the market.
a) Quota b) Tariff c) Subsidy d) Dumping
3. In balance of payments account, all goods exported and imported are recorded in_____
a) Capital accounts b) Current account c) Merchandise account d) Savings account
4. Under IMF, the exchange rate system was_____
a) Gold standard b) Currency board system c) Dollarization d) EURO
5. International trade increases the welfare of ____ countries.
a) Developed b) Exporting c) Participating d) Importing

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES

(K2)

6. What is international trade theory?
7. Recite examples of non-tariff barriers.
8. What are the two major exchange rate policies?
9. Why was UNCTAD created?
10. Define import quotas.

SECTION – B

(5 X 3 = 15 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.

(K3)

11. a) List the key principles of comparative cost theory.
(OR)
b) Examine the concept of the volume of trade.
12. a) Construct the role of non-tariff barriers in international trade.
(OR)
b) Describe the impact of exchange control in international trade.

(CONTD ... 2)

13. a) Explain the components of balance of payment.
(OR)
b) Describe the international capital movements.
14. a) Examine the role of IMF in global financial stability.
(OR)
b) List the objectives of World Bank in international development.
15. a) Explain the foreign exchange rate policy.
(OR)
b) Discover the potential advantages of exchange rate.

SECTION – C**(5 X 5 = 25 MARKS)****ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.
(K4 (Or) K5)**

16. a) Discuss the impact of government policies and regulations on international trade.
(OR)
b) Outline the Posner's imitation gap and its role in international trade.
17. a) Compare the advantages and disadvantages of free trade.
(OR)
b) Evaluate the advantages and challenges in customs union.
18. a) Summarize the adjustment mechanisms of balance of payment.
(OR)
b) Classify the various exchange rate systems and their impact.
19. a) Justify the international liquidity impact global trade and financial stability.
(OR)
b) Investigate the challenges associated with the international debt problem.
20. a) Analyze the impact of exchange rate fluctuations on businesses.
(OR)
b) Summarize the legal implications associated with international cartels.