

(FOR THE CANDIDATES ADMITTED

24PIB1E1

DURING THE ACADEMIC YEAR 2024

ONLY)

REG.NO. :

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

END-OF-SEMESTER EXAMINATIONS : NOVEMBER- 2024

M.Com IB

MAXIMUM MARKS: 75

SEMESTER: I

TIME : 3 HOURS

24PIB1E1 – INTERNATIONAL ECONOMICS

SECTION – A

(10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS.

1. Trade between two countries can be useful if cost ratios of goods are \_\_\_\_\_  
a) Undetermined b) Decreasing c) Equal d) Different (K1)
2. International trade and domestic trade differ because of \_\_\_\_\_ (K1)  
a) Different government policies b) Immobility of factors c) Trade restrictions d) All of the above
3. Govt. policy about exports and imports is called \_\_\_\_\_ (K1)  
a) Commercial policy b) Fiscal policy c) Monetary policy d) Finance policy
4. Dumping refers to \_\_\_\_\_ (K1)  
a) Reducing tariffs  
b) Sale of goods abroad at a lower price, below their cost and price in their home market  
c) Buying goods at low prices abroad and selling at higher prices locally  
d) Expensive goods selling for low prices
5. The form of assistance that members of world bank get is \_\_\_\_\_ (K1)  
a) Technical and financial b) Political and financial  
c) Technical and Financial d) None of the above

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES

6. What is international trade. (K2)
7. What is demand pattern in International trade? (K2)
8. Define free trade? (K2)
9. Find the need for exchange rate? (K2)
10. What is IMF? (K2) (CONT...2)

Ethical paper

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

11. a) Explain the Absolute advantage cost theory in international trade. **(K3)**  
**(OR)**  
 b) Explain the terms of trade in international economics. **(K3)**
12. a) List non-tariff barriers in international trade. **(K3)**  
**(OR)**  
 b) Summarise the objectives of customs union. **(K3)**
13. a) Explain the need of exchange control mechanism. **(K3)**  
**(OR)**  
 b) Outline the difference between Balance of payment and Balance of Trade. **(K3)**
14. a) Examine the adjustment mechanism of balance of payment. **(K3)**  
**(OR)**  
 b) Explain international capital movement and its need. **(K3)**
15. a) Identify the functions of World bank. **(K3)**  
**(OR)**  
 b) Explain the role of SARRC in international trade. **(K3)**

**SECTION – C****(5 X 8 = 40 MARKS)****ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.**

16. a) Explain the Haberler theory of opportunity cost curves. (K4)  
**(OR)**  
 b) Discuss the comparative cost theory in International Trade. (K4)
17. a) Explain the Posner's imitation gap. (K4)  
**(OR)**  
 b) Discuss the free trade versus protection trade and its merits. (K4)
18. a) Elaborate the import quotas and its need in international trade . (K5)  
**(OR)**  
 b) Explain the components of BOP and its importance. (K5)
19. a) Elaborate the objectives of foreign exchange policy. (K5)  
**(OR)**  
 b) Explain the role of IMF in India. (K5)
20. a) Analyse the objectives of WTO. (K4)  
**(OR)**  
 b) Explain the functions of UN conference on trade and development. (K4)