



'समानो मन्त्रः समितिः समानी'

**UNIVERSITY OF NORTH BENGAL**

B.A./B.Sc. Honours 6th Semester Examination, 2023

**CC13-ECONOMICS (613)**

**INTERNATIONAL ECONOMICS**

Time Allotted: 2 Hours

Full Marks: 60

*The figures in the margin indicate full marks.*

**GROUP-A**

1. Answer any **four** questions: 3×4 = 12
- (a) What is Balance of Trade (BOT)?
- (b) State three main assumptions of Heckscher-Ohlin theory of international trade.
- (c) What is meant by 'international liquidity'?
- (d) Which of the following item is not included in the current account of balance of payments? Explain:
- (i) Visible transactions (ii) Invisible transactions
- (iii) Unilateral transfers (iv) Short-term loans taken
- (e) What is Outsourcing?
- (f) Distinguish between tariff and quota.

**GROUP-B**

**Answer any four questions**

6×4 = 24

2. Discuss the differences between current and capital account of balance of payments.
3. Distinguish between fixed and flexible exchange rates.
4. Briefly discuss the 'Rybczynski Theorem'.
5. (a) Define SDR. 2+4
- (b) Explain the main features of SDRs.
6. What are the advantages of outsourcing in the context of multinational enterprises?
7. Discuss the various tariff and non-tariff barriers to international trade.

**GROUP-C**

**Answer any two questions**

12×2 = 24

8. Discuss the functions of IMF.
9. State and prove Stolper Samuelson Theorem.
10. Elaborate on the 'Political Economy of Trade Policy'.
- 11.(a) What do you understand by Absolute Advantage Theory of International Trade? 5+7
- (b) How does Ricardian Theory of Comparative Cost Advantage prove to be an improvement over Absolute Advantage Theory of International trade?

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