ONE YEAR LL.M DEGREE SECOND SEMESTER EXAMINATIONS, JUNE 201

ECONOMICS OF INTERNATIONAL TRADE

Time: 3 Hours   **Maximum marks: £**

Answer ANY FIVE questions. Each question carries TEN marks

(5 x 10 = 5(

I.   Why do nations enter into trade with other nations? Examine the advantages trade.

II. "The Hecksher-Ohlin model suggests that the basis of comparative advantages li primarily in a difference in factor endowments between countries and that countries enter into international trade based on that, they will be better off in rt terms."- Discuss the statement

III. Distinguish between tariff and quota. Explain briefly the different types of tariff.

IV. Explain Factor Price Equalisation Theorem

V.   What were the Mercantilist views on trade?

VI. Explain with the help of an example the pattern of trade according to Riccardo.

VII. Critically analsyse the arguments in favour of trade protection.

VIII. Why there are separate theories of international trade? Critically explain Ada Smith's theory of trade.

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