

**ONE YEAR LL.M. DEGREE SECOND SEMESTER EXAMINATION,
SEPTEMBER 2020**

ECONOMICS OF INTERNATIONAL TRADE

Time: 3 Hours

Maximum Marks: 50

Answer ALL questions. Each question carries TEN marks

(5*10 =50)

- I. a) “If international trade is not properly regulated then people might exchange gold for commodities of daily use or require for a luxurious living to the depletion of the stock of precious metal with nations”- critically examine this mercantilist view.

OR

- b) Distinguish between domestic and international trade and point out the advantages arising from the participation of international trade.

- II. a) Modern theory of international trade is an extension of general equilibrium theorem of value-Discuss

OR

- b) State and explain H-O theorem of international trade. In what way is it superior to the classical theory?

- III. a) Under what conditions would it be preferable for a country to resort to tariff rather than quota?

OR

- b) Explain the term ‘protection’ and give arguments for and against the policy of protection.

- IV. a) Explain briefly the non-tariff barriers to trade and its effect on quality and quantity of trading goods.

OR

- b) Explain briefly the origin and types of non -tariff trade barriers

- V. a) Explain the characteristics of imperfectly competitive markets

OR

- b) Critically examine the international trade under monopolistic competition
