

3. a) State the case for and against Free Trade

OR

b) Explain the reasons for the spread of multinationals in underdeveloped countries. Why are they called as agents of exploitation in such countries?

4. a) Give arguments for and against of Fixed Exchange Rates

OR

b) Explain the benefits of IMF flowed to India for being its member

5. a) What is World Trade Organization? Explain its objectives and functions

OR

b) Explain the functions of UNCTAD. To what extent it has been able to achieve its objectives in promoting trade and development of the Less developed countries?

6. a) Analyse the latest trends in the volume and composition of India's Foreign Trade

OR

b) Discuss about India's Trade Policy after 1990's

[31/II Y/211]

[Aug-11]

[APDEC-204]

M.A. DEGREE EXAMINATION

Economics

II Year

INTERNATIONAL ECONOMICS

(Effective from the admitted batch 2009-10)

Time: 3 Hours

Max.Marks: 70

Instructions: All parts of the unit must be answered in one place only. Figures in the right hand margin indicate marks allotted.

SECTION-A

1. Answer any **Four** of the following (4x5=20)

- a) Need for protection in LDCs
- b) Types of Tariffs
- c) Causes of disequilibrium in Balance of Payments
- d) Elasticity approach of Balance of payments
- e) Spot and Forward Exchange Markets
- f) The International Finance Corporation (IFC)
- g) The objectives of GATT

SECTION-B

Answer all questions: (5x10=50)

2. a) How do you measure the gains from Trade in the case of Large and small country?

OR

b) What is meant by Terms of Trade? Explain the determination of equilibrium terms of Trade