

(i) Printed Pages : 2

Roll No.

(ii) Questions : 9

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Exam. Code :

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Bachelor of Commerce 6th Semester (Hons.)
1048

ECONOMICS : International Economics
Paper-BCH 608

Time Allowed : Three Hours]

[Maximum Marks : 80

Note :—Attempt four short answer type questions carrying 5 marks each from Section A and two essay type questions each from Section B and C carrying 15 marks each.

SECTION—A

1. Write brief answers of any FOUR :—

- (i) Advantages of international trade.
- (ii) Opportunity Cost.
- (iii) Distinguish between Balance of trade and Balance of payment.
- (iv) Flexible exchange rate.
- (v) Purchasing power parity theory.
- (vi) Multiple exchange rates.

SECTION—B

2. Discuss the Absolute Advantage theory of international trade.
3. Critically examine modern theory of international trade

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4. Explain the advantages and disadvantages of Free Trade Policy.
5. Write brief note on :—
 - (a) Tariff Barrier
 - (b) Quotas to Trade.

SECTION—C

6. Explain the main components of balance of payments.
7. What is exchange rate ? What factors determine it ?
8. Give arguments in favour of and against fixed exchange rate.
9. Critically examine balance of payments theory of exchange rate.