

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

MA DEGREE EXAMINATION MAY 2023
(First Semester)

Branch – ECONOMICS

GLOBAL ECONOMIC THEORIES AND POLICIES

Time: Three Hours

Maximum: 50 Marks

SECTION-A (5 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (5 x 1 = 5)

1. The term relative factor abundance is related to.
i) Posner ii) Prebish. iii) Leontiff. iv) Hecksher ohlin
2. The income Terms of Trade are determined by the product of net barter terms of trade and
i) Quantity Index of Exports ii) Receipts from Exports
iii) Surplus in Trade Balance iv) Total Payments for Imports
3. Which is the exchange control to increase Exports?
i) Payment Clearing Agreements ii) Export Subsidies
iii) Import Subsidies iv) Blocked Accounts
4. If value of exports is greater than its imports the balance of trade is.
i) Deficit ii) Favourable iii) Unfavourable iv) Equilibrium
5. Copyright and patent of a product comes in
i) TRIPS. ii) TRIMS. iii) GATT. iv) MFN

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 3 = 15)

6. a) State the Hecksher ohlin theorem.
OR
b) Bring out them Singer Prebish hypothesis.
7. a) Illustrate the potential gain from international trade.
OR
b) Write a note on :
i) Net barter terms of trade ii) Real cost terms of trade.
8. a) Define: Tariff and list out its types.
OR
b) Explain the concept exchange rate with an example.
9. a) What do you know about the disequilibrium in balance of payments.
OR
b) Define social accounting.
10. a) List out the objectives of trade policy.
OR
b) Give short note on TRIPS.

Cont...

SECTION -C (30 Marks)
Answer ALL questions
ALL questions carry EQUAL Marks (5 x 6 = 30)

11. a) Bring out the Factor Intensity Reversal.
OR
b) Critically state the Leontiff Paradox.
12. a) Illustrate the gains from trade and income distribution.
OR
b) Describe the factors affecting Terms of Trade.
13. a) Briefly explain the various effects of Tariff.
OR
b) Consider the methods of exchange control.
14. a) Sketch the structure of Balance of Payments.
OR
b) Prescribe the methods to correct deficit in Balance of Payments.
15. a) State and explain the instruments of trade policy.
OR
b) Examine the various functions and agreements of WTO.

Z-Z-Z

END