

B. COM. SEMESTER – V
SUBJECT: MINOR ECONOMICS (PAPER 1)
PAPER CODE: DSC-C-354
INTERNATIONAL TRADE – 1

UNIT – 1

- 1) Explain the main point of difference between Internal & International Trade.
- 2) Describe the factors affecting International Trade.
- 3) Explain the merits and demerits of International Trade.
- 4) Explain the Absolute Cost Advantage Theory of Adam Smith.
- 5) Explain Ricardo's Comparative Cost Advantage Theory of International Trade.
- 6) Critically discuss the Factor Endowment Theory of International Trade.

UNIT – 2

- 1) What are Terms of Trade? Examine the factors affecting the terms of trade.
- 2) Explain the types of Terms of Trade.
- 3) Discuss critically Mill's Theory of Reciprocal Demand.
- 4) Explain with diagram Marshall's Theory of Offer Curve.

UNIT – 3

- 1) Explain the meaning of Free Trade. Discuss the argument for and against Free Trade.
- 2) What does Protection mean? Critically discuss the Infant Industry argument for Protection.
- 3) What does Exchange Rate mean? Explain how Exchange Rate is determined under the Gold Standard system?
- 4) Critically discuss the Purchasing Power Parity Theory of Exchange Rate.
- 5) Discuss the argument for and against Flexible Exchange Rate.

UNIT – 4

- 1) Critically discuss about the following International Institutions:
 - a) International Monetary Fund
 - b) World Bank
 - c) WTO
 - d) ADB
