

School of Liberal Arts

Political Science
ETE - Jun 2023

Time : 3 Hours

Marks : 100

Sem IV - K1UB402T - Capital and Financial Market

Your answer should be specific to the question asked

Draw neat labeled diagrams wherever necessary

1. What do you understand as by intra-industry trade? Provide examples. K2 CO1 (5)
2. Explain the concept of immiserizing growth in the context of international trade. K2 CO1 (5)
3. Explain the concept of dumping in the context of international trade and discuss its effects on domestic industries and trade relations. K2 CO1 (5)
4. Illustrate the effects of a tariff in comparison to a quota in international trade. K3 CO3 (10)
5. Explain the impact of quotas and other quantitative restrictions on international trade, considering their economic consequences. K2 CO2 (10)
6. Illustrate the effects of economic growth on trade, with a focus on the Rybczynski Theorem and its implications. K3 CO3 (10)
7. Illustrate the Viner Model of customs union formation and discuss its relevance in the modern global economy. K3 CO3 (10)

OR

- Illustrate the causes of the emergence of intra-industry trade in international markets and its impact on trade patterns. K3 CO3 (10)
8. Point out the effectiveness of quotas and other quantitative restrictions as trade policy instruments. Discuss their impact on international trade flows and economic welfare. K4 CO2 (15)
 9. Analyse the benefits and disadvantages of customs unions such as the EU, EFTA, and NAFTA. K4 CO4 (15)
 10. Critically evaluate the Lipsey Model in the context of international trade, highlighting its contributions to understanding trade patterns and its empirical relevance. K5 CO4 (15)

OR

- Detect the factors that determine the gains resulting from international trade. Provide examples to support your answer. K5 CO4 (15)