



4-4-2016

Doon University, Dehradun
Mid Term Examination, 2016
School of Social Science
M.Sc. Semester-IV (Economics)
Course - SSEI-223; International Economics-II

Time Allowed : 2hrs

Maximum Marks :30

Section - A

Attempt **all** questions

Marks:3x2 = 6

Q.1 Define the following terms:

- A. Retaliation
- B. Import quota
- C. Voluntary Export Restraints

Section - B

Attempt **all** questions.

Marks:2x6 =12

Q.1 Write short note on any two:-

- (a) Optimum Tariff
- (b) Export Subsidy
- (c) Theory of Second Best

Q.2 What are International cartels? How do their operations restrict trade?

Section - C

Attempt any **one** questions

Marks:1x12=12

Q.1 What is meant by trade diversion? What welfare effects will a trade-diverting customs union have on member nations and rest of the world?

Q.2 Define Tariff. What are partial equilibrium effects of a tariff on

- (a) Consumption effect
- (b) Production effect
- (c) Revenue effect
- (d) Dead weight loss