

**Mid-West University**  
**Examinations Management Office**  
Birendranagar, Surkhet  
**End - Semester Examination -2081**

**Subject: DE 542 International Economics I**

Level/Program: Master (M.A) Semester: IV (Chance) Time: 3 Hours

FM 60

PM:30

*Candidates are required to answer the questions in their own words as far as practicable.*

**Attempt ALL of the following Very Short Answer Questions.**

**10x1=10**

1. What is intra-regional trade?
2. Write any two advantages of production sharing.
3. Define transnational integration.
4. What do you mean by strategic alliance?
5. What is international inequality?
6. Write any two features of Heckscher-Ohlin theory of trade.
7. What do you mean by terms of trade?
8. What is trade barriers?
9. What is tariff barriers?
10. Give a brief introduction about SAPTA.

**Attempt any THREE of the Following Short Questions.**

**3x8=24**

11. Define the concept of national specialization and mention the advantages of national specialization.
12. Show the relationship between domestic trade policy and international trade.
13. Discuss the comparative advantage theory of international trade in brief.
14. Explain the objectives of the ASEAN.

**Attempt any TWO of the Following Long Questions.**

**2x13 =26**

15. Critically examine the absolute advantage theory of international trade.
16. Explain intra-industry trade and discuss the impacts of intra-industry trade in developing economy.
17. "Trade as an engine of economic growth." Justify with suitable examples.

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