

RAMAKRISHNA MISSION VIDYAMANDIRA

(Residential Autonomous College under University of Calcutta)

THIRD YEAR

B.A./B.SC. SIXTH SEMESTER (January – June) 2013

Mid-Semester Examination, March 2013

Date : 07/03/2013

ECONOMICS (Honours)

Time : 12 noon – 2 pm

Paper : VIII

Full Marks : 50

[Use separate answer scripts for each group]

Group – A

Answer any five questions taking atleast two from each unit :-

[5×5]

Unit – I

1. Show, with the help of demand and supply curves, the welfare impact of tariff, in case of small country.
2. Distinguish between a Tariff and a Quota.
3. Show that, under certain conditions, imposition of tariff may be welfare enhancing in case of a large country.
4. Explain, in brief, the impact of introduction of export subsidy.

Unit – II

5. Prove or disprove the following statement: “No restriction on demand is required to be imposed to prove the validity of Heckscher-Ohlin Theorem when the physical definition of factor abundance is considered.”
6. Prove that a sufficient condition for the trading equilibrium to be stable (Walrasian sense) in a pure exchange economy is that the marginal propensity to consume for exportable of the net exporter country should not be too high.
7. Show that Factor price equalization theorem may not remain valid when economies are completely specialized.
8. Discuss how wages are determined in Ricardian trade model.

Group – B

9. Answer **any two** questions from the following :- **[2×10]**
 - a) What do you mean by commercialisation of agriculture? Discuss some of the consequences of commercialisation of Indian agriculture during the British period. **(4+6)**
 - b) What is ‘economic drain’? What were the major constituents of economic drain in India in the pre-independence period? **(4+6)**
 - c) Discuss the main causes and consequences of ‘deindustrialization’ during the British Rule. **(5+5)**
 - d) Discuss some of the consequences of permanent settlement in India. **(10)**
10. Write short note on **any one** of the following :- **[5]**
 - a) Rayatwari settlement in India.
 - b) Deindustrialization debate.

