Time: 2 Hours   **Full Marks: 40**

The figures in the margin indicate full marks.
Candidates are required to give their answers in their own words
as far as possible

Answer any four questions   **10x4=40**

1. Give a brief account of the Ricardian theory of comparative advantage.

2. Make a comparison between tariff and quota in respect of their various effects and relative merits and demerits.

3. Present a brief layout of a typical BOPs statement and explain why BOP always balances.

4. Give a brief account of the Bretton Woods system and the features of the international monetary system during the period after 1973.

5. Explain the functions of a foreign exchange market.

6. Discuss the factors which influence the value of a currency option.