



NATIONAL OPEN UNIVERSITY OF NIGERIA
14-16 AHMADU BELLO WAY, VICTORIA ISLAND LAGOS
MARCH/APRIL 2016 EXAMINATION
SCHOOL OF MANAGEMENT SCIENCES

Course Code: BUS 847

Credit Unit: 2

Course Title: Global Economic Environment

Time Allowed: 2 Hours

- Instructions:**
- 1. Attempt question number one (1) and any other (3) questions.**
 - 2. Question number 1 carries 25 marks, while the other three (3) questions carry 15 marks each.**
 - 3. Present all your points in coherent and orderly manner**

Question One

- (a) Enumerate and discuss briefly the three basic models of international trade. **(15 Marks)**
- (b) From your point of view, what would be your explanation of the possible implications of a country's deviation from the prescriptions of the three basic models of international trade? **(10 Marks)**

Question Two

- (a) Discuss your understanding of tariff as a trade restriction measure **(5 Marks)**
- (b) Explain the reasons for the use of tariffs and trade barriers in international trade. **(10 Marks)**

Question Three

- (a) Enumerate and discuss the major functions of the World Trade Organisation (WTO) **(8 Marks)**
- (b) List and discuss briefly the substantive agreements of the World Trade Organisation **(7 Marks)**

Question Four

- (a) Explain the major reasons for the call for New International Economic Order (NIEO) **(6 Marks)**
- (b) Enumerate and discuss the measures adopted by the New International Economic Order for improving the terms of trade of the Less Developed Countries (LDCs) **(9 Marks)**

Question Five

- (a) List and explain the instruments for the distribution of wealth in the global context **(8 Marks)**
- (b) Enumerate and discuss briefly the problems associated with the wealth distribution policies of the "Global Powers" **(7 Marks)**

Question Six

- (a) Briefly explain your understanding of the global financial crisis **(5 Marks)**
- (b) Identify and discuss five major types of global financial crisis **(10 Marks)**