



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

COURSE CODE: ENT 322

CREDIT UNIT: 2

COURSE TITLE: PRINCIPLES AND PRACTICE OF INTERNATIONAL TRADE TIME ALLOWED: 2 HOURS

Instructions:

- 1. Attempt question number one (1) and any other (2) questions.**
- 2. Question number 1 carries 30 marks, while the other questions carry 20 marks each.**
- 3. Present all your points in coherent and orderly manner.**

QUESTION 1

- a. Using the Nigeria as a case study, describe the concept of Protectionism and what kinds of instruments are implemented in this industry. 10 MARKS
- b. Give a detailed explanation of Systemic issues identified in the Uruguay Round of the GATT negotiation. 10 MARKS
- c. There are five theories in International Trade. Choose three and discuss them extensively. 10 MARKS

QUESTION 2

- a. Discuss extensively the economic and qualitative arguments for free trade. 15 MARKS
- b. With the Nigerian Structural Adjustment Program as an example, explain the concept of a Hybrid Exchange-Rate regime. 5 MARKS

QUESTION 3

- a. Identify and briefly discuss the third world reform programs proposed to the World Trade Organization. 15 MARKS
- b. Clearly identify the main objectives of the developed countries anti-free trade policies. 5 MARKS

QUESTION 4

- a. Critically distinguish between a country's absolute advantage and factor endowment. Give examples to support your answer. 10MARKS
- b. Highlight the features of the World Trade Organizations. 5 MARKS
- c. Using examples, describe how the World Trade Organization can settle a dispute between nations. 5MARKS

QUESTION 5

- a. Give a detailed analysis of the legal instrument in the Uruguay Round. 10 MARKS
- b. Discuss the following negative economic effects on nations. Use real life scenarios to support your answers. 10 MARKS.
 - Immiserising Growth
 - The Dutch Disease.