

**NATIONAL OPEN UNIVERSITY OF NIGERIA
FACULTY OF SOCIAL SCIENCES
DEPARTMENT OF ECONOMICS
2017_2 EXAMINATION JANUARY/FEBRUARY 2018**

COURSE TITLE: INTERNATIONAL TRADE AND FINANCE

COURSE CODE: ECO 445

UNITS: 2

TIME ALLOWED: 2 HOURS

INSTRUCTION: ANSWER ANY THREE (3) QUESTIONS. ALL QUESTIONS CARRY EQUAL MARKS

QUESTION 1

- (a) Clearly define the terms Internal and International Trade. 6 marks
- (b) What are the Major Difference between Internal and International Trade? 6 marks
- (c) Identify and discuss the merits and demerits of Internal International trade. 6 marks
- (d) What are the Benefits of International Trade to Developing Countries? 5 marks

QUESTION 2

- A. What is the term dumping as an Economist? 7 marks
- B. Identify and explain three type of dumping you know. 8 marks
- C. There are some salient features of international trade that makes it different from other trade. What are these characteristics? 8 marks

QUESTION 3

- (a) Enumerate and explain various tools of analysis in international trade and finance 12 marks
- (b) International trade tends to bring about interdependence on a large scale. Discuss 11 marks

QUESTION 4

- (a) What are the Comparison of Tariffs and Non Tariffs in relation to international trade? 11 marks
- (b) Define the following terms in relation to international trade:
 - (i). Quotas, (ii). Embargoes, (iii). Sanctions, (iv). Voluntary Export Restraints,
 - (v) Standard Tariffs. 12 marks

QUESTION 5

- (a). What is the meaning of factor price Equalisation theorem. 7 marks
- (b). States the assumption of factor price Equalisation theorem. 8 marks
- (c). Outline and discuss the criticisms of Samuelson's Factor Price Equalisation Theorem
7 marks

Best Wishes!