



**NATIONAL OPEN UNIVERSITY OF NIGERIA**  
**91, CADASTRAL ZONE, NNAMDI AZIKIWE EXPRESS WAY, JABI- ABUJA**  
**FACULTY OF MANAGEMENT SCIENCES**  
**OCTOBER/NOVEMBER EXAMINATION 2016**

**COURSE: BUS 847**

**COURSE TITLE: GLOBAL ECONOMIC ENVIRONMENT**

**CREDIT UNIT: 2**

**TIME ALLOWED: 2 HOURS**

***Instructions:***

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

**QUESTIONS**

**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)**