



**NATIONAL OPEN UNIVERSITY OF NIGERIA  
FACULTY OF SOCIAL SCIENCES  
DEPARTMENT OF ECONOMICS  
2023\_1 POP EXAMINATION.**

**COURSE TITLE: INTERNATIONAL ECONOMICS**

**COURSE CODE: ECO 344**

**UNITS: 3**

**TIME ALLOWED: 3HOURS**

**INSTRUCTION: ANSWER FOUR (4) QUESTIONS. ALL QUESTIONS CARRY  
EQUAL MARKS**

**QUESTION ONE**

- (a). Discuss the assumptions of the Heckscher – Ohlin theory of factor endowment. **(10 marks)**
- (b). Explain the Production Possibility Frontier **(7.5 marks)**  
**(17.5marks)**

**QUESTION TWO**

Discuss in details the consequences of international trade in a country. **(17.5 marks)**  
**(17.5marks)**

**QUESTION THREE**

- (a). What do you understand by the term ‘gain from trade’? **(4.5 marks)**
- (b). What are the factors that determines gains from international trade? **(13 marks)**  
**(17.5marks)**

**QUESTION FOUR**

- (a). Briefly explain the term pattern of trade? **(6 marks)**
- (b). Discuss the concept of factor endowment **(11.5 marks)**  
**(17.5marks)**

**QUESTION FIVE**

- (a). Explain what you understand by the term “international trade”. **(5.5 Marks)**
- (b). Discuss in details the importance of international trade to Nigeria. **(12 marks)**  
**(17.5marks)**

**QUESTION SIX**

Write short note on the following:

- (a). Factor price equalization **(4.4 marks)**
- (b). Gains from exchange **(4.3 marks)**
- (c). Factor market distortion **(4.4 marks)**
- (d). Gains from trade **(4.4 marks)**

**(17.5marks)**