



**NATIONAL OPEN UNIVERSITY OF NIGERIA  
FACULTY OF SOCIAL SCIENCES  
DEPARTMENT OF ECONOMICS  
2023 2 EXAMINATIONS**

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**COURSE TITLE: INTERNATIONAL ECONOMICS**

**COURSE CODE: ECO 344**

**UNITS: 3**

**TIME ALLOWED: 3HOURS**

**INSTRUCTION: ANSWER ONE AND THREE (3) QUESTIONS. ALL QUESTIONS CARRY EQUAL MARKS**

**QUESTION ONE**

- (a). Discuss the theory of absolute and comparative advantage. (10 marks)
  - (b). Briefly discuss four types of theories of wages (10 marks)
  - (c). In the Heckscher-Ohlin model, comparative advantage and trade are determined by national differences in factor endowments. Discuss. (5marks)
- (25marks)**

**QUESTION TWO**

- (a). Discuss the effects of endowment difference in the Heckscher-Ohlin trade model. (5marks)
  - (b). Briefly explain the Heckscher-Ohlin model. (10marks)
- (15marks)**

**QUESTION THREE**

- Discuss extensively the Stolper Samuelson theorem. (15marks)
- (15marks)**

**QUESTION FOUR**

- (a). Briefly discuss the Rybczynski theorem. (10marks)
  - (b). Discuss the factor-content theorem. (5marks)
- (15marks)**

**QUESTION FIVE**

- (a). Differentiate between commodity prices and factor prices. (5marks)
  - (b). Discuss the factor price equalization theorem. (10marks)
- (15marks)**