



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

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**COURSE TITLE: INTERNATIONAL TRADE AND FINANCE I**

**COURSE CODE: ECO 445**

**UNITS: 2**

**TIME ALLOWED: 2 HOURS**

**INSTRUCTION: ANSWER THREE (3) QUESTIONS. QUESTION ONE IS COMPULSORY.**

1(a) List and briefly explain three (3) tools that can be used for the analysis of international trade. **(10marks)**

1(b) Give four (4) justifications for the implementation of tariffs by government. **(10marks)**

1(c) Briefly explain these terms (i) Wholesale trade (ii) Net barter terms of trade (iii) Entre-port (iv) Balance of Payment (BOP) (v) Utility Terms of Trade. **(2marks each)**

2(a) What are the advantages of international trade to a country? **(10marks)**

2(b) Briefly explain the Rybczynski theorem and state six (6) its assumptions, **(10marks)**

3(a) List seven (7) characteristics of international trade. **(14marks)**

3(b) What are the different views of a non-economist and an economist on issues concerning international trade? **(6marks)**

4 (a) How is balance of trade different from balance of payments? **(10marks)**

4(b) With the aid of a chart, show a detailed comparison between the two concepts **(10marks)**