



**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)