



**NATIONAL OPEN UNIVERSITY OF NIGERIA
FACULTY OF SOCIAL SCIENCES
DEPARTMENT OF ECONOMICS
2023_2 EXAMINATIONS**

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)**