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**NATIONAL OPEN UNIVERSITY OF NIGERIA**

**14-16 AHMADU BELLO WAY, VICTORIA ISLAND LAGOS**

**MARCH/APRIL 2016 EXAMINATION**

**SCHOOL OF MANAGEMENT SCIENCES**

**Course Code: BUS 847 Credit Unit:2**

**Course Title: Global Economic Environment**

**Time Allowed: 2 Hours**

**Instructions: 1. Attempt question number one (1) and any other (3) questions.**

**2. Question number 1 carries 25 marks, while the other three (3) questions**

**carry 15 marks each.**

**3. Present all your points in coherent and orderly manner**

**Question One**

(a) Enumerate and discuss briefly the three basic models of international trade.**(15 Marks)**

(b) From your point of view, what would be your explanation of the possible implications of a country’s deviation from the prescriptions of the three basic models of international trade?**(10 Marks)**

***Question Two***

(a) Discuss your understanding of tariff as a trade restriction measure

**(5 Marks)**

(b) Explain the reasons for the use of tariffs and trade barriers in international trade.

**(10 Marks)**

***Question Three***

(a) Enumerate and discuss the major functions of the World Trade Organisation (WTO) **(8 Marks)**

(b) List and discuss briefly the substantive agreements of the World Trade Organisation **(7 Marks)**

***Question Four***

(a) Explain the major reasons for the call for New International Economic Order (NIEO) **(6 Marks)**

(b) Enumerate and discuss the measures adopted by the New International Economic Order for improving the terms of trade of the Less Developed Countries (LDCs) **(9 Marks)**

***Question Five***

(a) List and explain the instruments for the distribution of wealth in the global context **(8 Marks)**

(b) Enumerate and discuss briefly the problems associated with the wealth distribution policies of the “Global Powers” **(7 Marks)**

***Question Six***

(a) Briefly explain your understanding of the global financial crisis **(5 Marks)**

(b) Identify and discuss five major types of global financial crisis **(10 Marks)**