

BOWEN UNIVERSITY
COLLEGE OF MANAGEMENT AND SOCIAL SCIENCES
ECONOMICS PROGRAMME

FIRST SEMESTER 2021/2022 ACADEMIC SESSION

COURSE CODE: ECN 307 (2 Credits)

COURSE TITLE: International Economics

DATE: MARCH, 2022

TIME ALLOWED: 1 hours 30 minutes

INSTRUCTION: ANSWER QUESTION 1 AND ANY OTHER TWO

1. (a) Discuss the concept of International Economics
(b) What are the benefits of studying International Economics?
(a) The table below shows the production of Nigeria and Ghana in Crude oil and Cocoa in units respectively

Nation	Crude Oil (units)	Cocoa (units)
Nigeria	30	15
Ghana	5	10

- i. Calculate the total trade before and after specialization using the theory of absolute advantage.
- ii. Calculate the total trade before and after specialization using the theory of comparative cost advantage. **20 marks**
2. (a) Discuss the concept of international trade
- (b) What are five benefits of International trade to Nigeria
- (c) What are five disadvantages of International trade to Nigeria **10 marks**
3. (a) What is Balance of Payment?
- (b) Discuss the components of Balance of Payment **10 marks**
4. (a) Explain the concept of Foreign exchange
- (b) Discuss the Foreign exchange regimes **10 marks**