

**BOWEN UNIVERSITY, IWO**  
(Of the Nigerian Baptist Convention)  
**COLLEGE OF MANAGEMENT AND SOCIAL SCIENCES**

**ECONOMICS PROGRAMME**  
**First Semester 2021/2022 Academic Session**

**Course Title:** International Trade

**Duration:** 1:45mins

**Course Code:** ECN 451

**Credits:** 2 Units

**Date:** March 2022

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**Instruction: Answer question ONE and any other 3 questions.**

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1. Define the concepts:

- a. Absolute advantage and Comparative advantage.
- b. Compare and contrast Absolute and Comparative advantage.

Write short notes on any **THREE** of the following theories:

- (a) Berlin Ohlin
- (b) Leontief Paradox
- (c) Michael Porter
- (d) New Trade
- (e) Raymond Vernon

**25 Marks**

2. In your own words, define the following concepts and show the area of convergence:

- a. International Trade
- b. Foreign Trade
- c. International Business

**15 Marks**

3. List and discuss some of the reasons why countries engage in international trade.

- b. Do you think International trade has any benefit? If yes list the benefits and if no, why?

**15 Marks**

4. List and discuss the major differences between domestic and international trade

**15 Marks**

5. List and describe five out of the procedures for importation of goods.

**15 Marks**

6. Itemize the sources of finance to an Importer and an Exporter. Discuss any four of the sources.

**15 Marks**