Assignment 4

The due date for submitting this assignment has passed. As per our record, you have not submitted this assignment.

1) What are the assumptions of Hufbauer's trade model? (1 point)
   - Internal economic scale
   - Multi-firm competition
   - Limited preferences
   - Only one firm
   - Optimal list
   No, the answer is incorrect. Score: 3
   Accepted Answers: (enter your answers)

2) India's overall intra-industry trade with the world is greater than 30%, which indicates value-added effects. (1 point)
   - Grubel-Harris (from equation GLH) = Grubel-Harris (from equation GRH)
   - Grubel-Lloyd (from equation GLL) = Grubel-Lloyd (from equation GL)
   No, the answer is incorrect. Score: 3
   Accepted Answers: (enter your answers)

3) Intra-industry trade takes place when:
   - Products are homogeneous
   - In order to take advantage of economies of scale
   - Markets are perfect competition
   - The prevailing form of market organization is all of the above
   No, the answer is incorrect. Score: 3
   Accepted Answers: (enter your answers)

4) In order to take advantage of economies of scale (1 point)
   - The product cycle theory
   - The liner's theory
   - The above
   No, the answer is incorrect. Score: 3
   Accepted Answers: (enter your answers)

5) Intra-industry trade (IT) dominates intra-industry trade (IIT) (1 point)
   - True
   - False
   No, the answer is incorrect. Score: 3
   Accepted Answers: (enter your answers)

6) Which is the nomenclature used for the index of intra-industry trade? (1 point)
   - OLI
   - Scope of activity
   - Quality index
   - Intra-industry trade
   No, the answer is incorrect. Score: 3
   Accepted Answers: (enter your answers)

7) Which measure is not appropriate in case of intra-industry trade? (1 point)
   - Global and Local (HOF) index
   - Development (HOF) index
   - Balance (HOF) index
   - Actual and preferable (SPA) approach
   No, the answer is incorrect. Score: 3
   Accepted Answers: (enter your answers)

8) The Grubel-Lloyd index measures the magnitude of a nation's (1 point)
   - Product cycle
   - Comparative advantage
   - Scope of activity
   - Intra-industry trade
   No, the answer is incorrect. Score: 3
   Accepted Answers: (enter your answers)

9) A developed and developing nation are most likely to engage in (1 point)
   - Intra-industry trade based on economies of scale
   - Intra-industry trade based on comparative advantage
   - Intra-industry trade based on comparative advantage
   - Intra-industry trade based on scope of advantage
   No, the answer is incorrect. Score: 3
   Accepted Answers: (enter your answers)

10) Trade development is the process of engaging in (1 point)
    - Intra-industry trade based on economies of scale
    - Intra-industry trade based on comparative advantage
    - Intra-industry trade based on comparative advantage
    - Intra-industry trade based on scope of advantage
    No, the answer is incorrect. Score: 3
    Accepted Answers: (enter your answers)