Assignment 5

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

1) Which is the advantage of partial equilibrium modelling in trade?

- This requires smaller data
- This has a microeconomic level
- This results in a number of "aggregation biases"

No, the answer is incorrect. Score: 0
Accepted Answers: all of the above

2) In the country's export prices increase by 10 percent and import prices increase by 15 percent, then the index of terms of trade change from 100 to

- 100
- 104
- 90.8
- 90.3

No, the answer is incorrect. Score: 0
Accepted Answers: 104

3) Gerald M. Meier has classified terms of trade in terms of rate of exchange between commodities as:

- net barter terms of trade
- gross barter terms of trade
- income terms of trade
- all of the above

No, the answer is incorrect. Score: 0
Accepted Answers: all of the above

4) The net barter terms of trade is criticized on the following points:

- It does not take into consideration the changes in consumption of the foreign trade
- It does not take into consideration the quality of the goods
- It does take into consideration long term changes
- all of the above

No, the answer is incorrect. Score: 0
Accepted Answers: all of the above

5) The offer curve of a nation shows:

- the supply of a nation's exports
- the demand for a nation's exports
- the total demand for imports and export of exports
- the marginal demand for imports and export of exports

No, the answer is incorrect. Score: 0
Accepted Answers: the nation's demand for imports and export of exports

6) The offer curve of a nation that is involved in the goods being measured by the terms of trade:

- import commodity
- export commodity
- export or import commodity
- non-traded commodity

No, the answer is incorrect. Score: 0
Accepted Answers: import commodity

7) Which of the following statements regarding partial equilibrium analysis is false?

- It relies on traditional demand and supply curves
- It helps in studying a single market
- It can be used to determine the equilibrium relative commodity price but not the equilibrium quantity with trade
- None of the above

No, the answer is incorrect. Score: 0
Accepted Answers: None of the above

8) Which captures the productive efficiency in the measure of terms of trade?

- Net Barter or commodity terms of trade
- Terms of trade
- Pastoral terms of trade
- All of the above

No, the answer is incorrect. Score: 0
Accepted Answers: Net Barter or commodity terms of trade

9) If a small country imposes tariffs on a big country, it affects

- the terms of trade of the big country
- volume of trade of the small country
- terms of trade of the big country
- A and C are correct
- All are correct

No, the answer is incorrect. Score: 0
Accepted Answers: both A and C

10) The implication of fertility predict that country A is a commodity Y in horizontal axis and Y is a vertical axis and country B is based on the world price. A is 1.50 and B is 2.50.

The offer curve of country A:

- Shift forward
- Shift backward
- Doesn't change
- Any possibility

No, the answer is incorrect. Score: 0
Accepted Answers: Shift backward