Unit 7 - Week 6: Partial Equilibrium Analysis of Trade Promotion - Tariff

Assignment 6

The data file for submitting this assignment has been provided. As per our records you have not submitted this assignment.

1) Which are the types of trade protectionism?
   - Import quota
   - Tariff
   - Export subsidies
   - Quota
   - All of the above

No, the answer is incorrect. 

Accepted Answers:
- All of the above

2) Why is trade protectionism popular?
   - Protecting the domestic industry
   - Protecting jobs
   - Protecting consumers from foreign products
   - Promote overall prosperity
   - All of the above

No, the answer is incorrect. 

Accepted Answers:
- All of the above

3) The impact of tariff on import price ________ and amount of imports ________

   - decreases, decreases
   - decreases, increases
   - increases, increases
   - increases, decreases

No, the answer is incorrect. 

Accepted Answers:
- All of the above

4) Which type of protectionism is correct?
   - The amount of protection in imports by tariff depends on the elasticity of demand for imports
   - The import quota directly restricts the maximum amount of imports
   - Both tariff and import quota restrict imports
   - None of the above

No, the answer is incorrect. 

Accepted Answers:
- All of the above

5) If a small nation increases the tariff on its import commodity, its
   - consumption of the commodity increases
   - production of the commodity decreases
   - imports of the commodity increases
   - None of the above

No, the answer is incorrect. 

Accepted Answers:
- None of the above

6) The increase in producer surplus when a small nation imposes a tariff is measured by the area
   - in the graph of supply curve between the commodity price with and without the tariff
   - under the supply curve between the quantity produced with and without the tariff
   - under the supply curve between the commodity price with and without the tariff
   - under the supply curve between the commodity price with and without the tariff

No, the answer is incorrect. 

Accepted Answers:
- All of the above

7) With a = 50%, b = 0, and c = 20%, what is a tariff if the state of effective protection?
   - 0
   - 20%
   - 40%
   - 60%

No, the answer is incorrect. 

Accepted Answers:
- 40%

8) Which of the following statements is incorrect with respect to the state of effective protection?
   - The state of effective protection is a transitional state between free trade and trade with restricted imports
   - The state of effective protection is a transitional state between the commodity price with and without the tariff
   - The state of effective protection is a transitional state between the commodity price with and without the tariff
   - All of the above

No, the answer is incorrect. 

Accepted Answers:
- All of the above

9) The optimum tariff for a small nation is
   - 0
   - 50%
   - 100%
   - depends on elasticities

No, the answer is incorrect. 

Accepted Answers:
- All of the above

10) In general, for the last 55 years tariff rates around the world have been
   - falling
   - rising
   - relatively unchanged
   - volatile - sometimes rising and sometimes falling quite dramatically

No, the answer is incorrect. 

Accepted Answers:
- Falling