



**SIR ARTHUR LEWIS COMMUNITY COLLEGE  
ACADEMIC YEAR (2024/2025) - SEMESTER ONE  
END OF SEMESTER EXAMINATION**

***COURSE CODE*** : ECO218  
***COURSE TITLE*** : GLOBAL ECONOMICS  
***LECTURER(S)*** : PERSAD, DENESE  
***DATE*** : THURSDAY 19<sup>TH</sup>, DECEMBER, 2024  
***TIME*** : 1:00 PM  
***DURATION*** : 1 HOUR 30 MINUTES  
***STUDENT ID #*** : \_\_\_\_\_

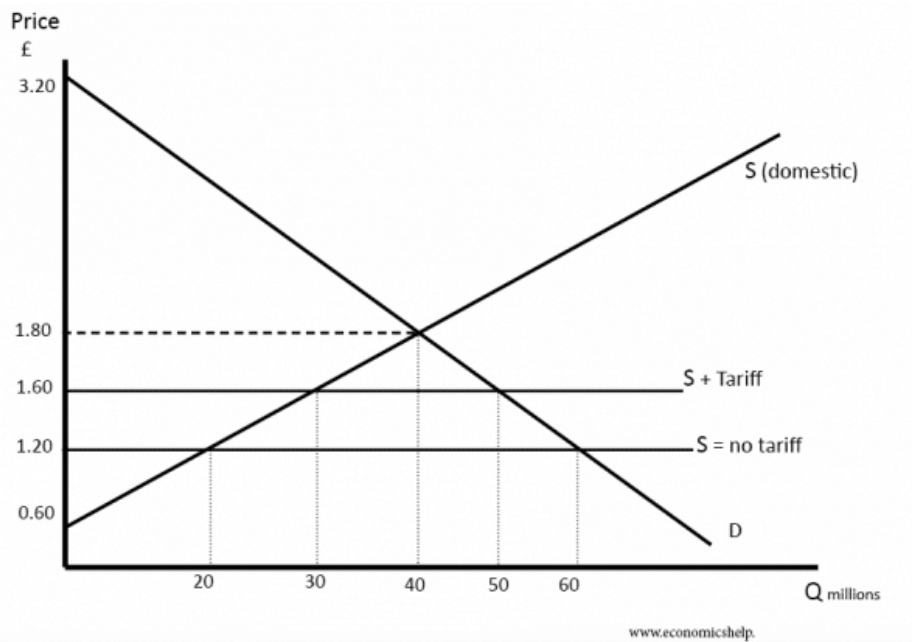
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**GENERAL INFORMATION AND INSTRUCTIONS**

- Students must sign **IN** and **OUT** on the examination class list.
- Write your ID number on the question paper.
- This paper has 5 questions.
- Answer all questions on the question paper.

**DO NOT TURN THIS PAGE UNTIL YOU ARE TOLD TO DO SO**

1. A tariff is one example of a protectionist policy that governments implement to raise revenue:



i. On the above diagram identify:

a) The quantity of the good supplied domestically before the imposition of the tariff; **(1 mark)**

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b) The volume of imports before the imposition of the tariff; **(1 mark)**

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c) The quantity of goods supplied domestically after the imposition of the tariff; **(1 mark)**

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d) The volume of imports after the imposition of the tariff. **(1 mark)**

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ii. List 2 other protectionist measure a county can implement to reduce its imports. **(2 marks)**

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2. a) Define the balance of payments. **(2 marks)**

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b) Outline the components of the BOP current account. **(8 marks)**

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3. Define the following terms:

a) a real and nominal exchange rate. **(4 marks)**

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b) a bilateral and multilateral exchange rate. **(4marks)**

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4. a) Explain the 4 stages of economic integration. **(8 marks)**

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