

EE451: Term Assignment

Date of Submission: 3 December 2019, by noon at B.E. Office

Part I: Choose ONE from the following and write essay (about 500 words) to give answer:

1. A small country is more likely to gain from imposing a tariff than is a large country. Do you agree? Analyse.
2. “Other things equal, domestic producers of the import-competing good would prefer a tariff imposed on the imported good to a subsidy given to domestic production of the imported good.” Do you agree? Analyse.

Part II: Choose ONE from the following and write essay (about 500 words) to give answer:

1. Explain, with examples, reasons why many regional groupings have encountered sluggish development or unsatisfactory performances.
2. In which situation would allow member countries to attain higher benefits from forming a customs union. Why?
 - a. The tariffs currently applied to trade among the potential members are high. **OR**
 - b. The would-be members now produce many of the same goods, but their actual comparative advantages lie in different areas.