

## Review Questions for Final Exam May 26, 2018

Credit to Suphicha

1. Can we use lessons from Thailand's historical development to help macroeconomic policy formulate in transitional economies?
2. (Lecture 18, Slide 61) What are the reasons why Thailand's share of accumulated FDI stock in the world was only 1%, while Mexico got 2% ?
3. How can the government help the tourism industry become more resilient to internal and external shocks?
4. Can infrastructure investment lead to high economic growth? If so, explain why. If not, why not? Would Kra Canal help to facilitate trade and stimulate growth in the South?
5. (Lecture 21, Slide 6) Explain China's influence on Thailand's imports
6. (Lecture 21, Slide 15), Explore the reason why Indonesia's GDP growth is more stable than other ASEAN-4 country.
7. Why does the baht-dollar exchange move along with the Canadian-US dollar exchange rate ?
8. Compare and contrast fiscal space in Thailand, China, and USA What can go wrong if a country has too much fiscal space?
9. Explain why maintaining high interest rates may not prevent capital flights.
10. (Lecture 22, Slide 51) What are the reason behind FDI fluctuations ?
11. (Lecture 25, Slide 15) Is it going to hit the ceiling in 2018 ?
12. Why did rubber and rice prices move together in some period? Is there any third factor that moved them together?
13. Explore conditions that help reduce Thailand's poverty and income inequality?
14. There is no systematic relationship between openness and poverty reduction (True, False or Uncertain in the case of Thailand ?), Why did Vietnam and Myanmar open their economies to FDI and foreign trade?
15. " Monetary policy normalization conducted in the US would exert a negative impact on Thai exports in 2018" State whether you agree or disagree with the statement. Provide brief reasons to support your answer.

16. If the government does not cut public consumption in the next fiscal year, the budget deficit will be worsen and raise the debt-to-GDP ratio further. Compare debt-to-GDP ratio between Thailand and USA.
17. How Kuznet apply to Thailand and environmental standard ? and Has Thailand passed the threshold level already ?