

POLITEKNIK
Jabatan Pengajian Politeknik

EXAMINATION AND EVALUATION DIVISION
DEPARTMENT OF POLYTECHNIC EDUCATION

(MINISTRY OF HIGHER EDUCATION)

COMMERCE DEPARTMENT

FINAL EXAMINATION
JUNE 2012 SESSION

P4503 : INTERNATIONAL TRADE

DATE : 24 NOVEMBER 2012 (SATURDAY)
DURATION : 2 HOURS (11.15 AM – 1.15 PM)

This paper consists of **FOUR (4)** pages including the front page.
Section A: Essay (5 questions – answer 4 questions)

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BY THE CHIEF INVIGILATOR

SECTION A

ESSAY (100 marks)

INSTRUCTION:

This section consists of **FIVE (5)** essay questions. Answer **FOUR (4)** questions only.

QUESTION 1

- a) Discuss **FIVE (5)** differences of international trade and domestic trade. (10 marks)

- b) Explain **FIVE (5)** advantages of international trade. (15 marks)

QUESTION 2

- a) Explain **THREE (3)** types of non-tariff barriers imposed by government in order to help local producers. (9 marks)

- b) Adam Smith believed that all nations would gain from free trade through Absolute Advantage theory. Describe **TWO (2)** criteria of Absolute Advantage. (4 marks)

- c) Explain **FOUR (4)** reasons of government's interference in international trade . (12 marks)

QUESTION 3

- a) Explain **FIVE (5)** advantages Malaysia gained from international trade.
(15 marks)
- b) List **FIVE (5)** Malaysia's top trading partners recently.
(5 marks)
- c) List **FIVE (5)** Malaysia's major exports.
(5 marks)

QUESTION 4

- a) Discuss Economic integration process.
(4 marks)
- b) Explain **FIVE (5)** levels of economic integration.
(15 marks)
- c) Discuss **THREE (3)** disadvantages of economic integration.
(6 marks)

QUESTION 5

- a) United Nations is an international organization consist of various countries in the world. State **TWO (2)** main objectives of United Nations.
(4 marks)
- b) State **THREE (3)** objectives of International Sugar Organisation
(6 marks)
- c) The activities held by United Nations Conference on Trade and Development (UNCTAD) can be classified into five categories. Discuss **FIVE (5)** of the activities.
(15 marks)