

International Economy
(Turma B)

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Exam – 14 January 2022
(1h30)

I
(2 points)

What is multilateralism and bilateralism in international trade negotiations and what has been the recent trend observed in the world, in this respect?

- Define multilateralism and bilateralism
- Connect the two concepts to the WTO and bilateral trade agreements
- Describe recent trend away from WTO negotiations and towards bilateralism, with examples (e.g., from EU)

II
(4 points)

What are the three functions of currency and what does each of them mean?

- Medium of exchange
- Unit of account
- Store of value
- Explain each function

III
(6 points)

Indicate the four stages of economic integration and describe the characteristics of the last phase.

- Free trade area
- Customs union
- Common market
- Economic and monetary union – explain main characteristics

IV
(8 points)

Comment the following statement: *Free trade is not an absolute value which should prevail over other values.*

- Explain concept of free trade
- Identify competing values
- Express reasoned personal opinion