

**BINDURA UNIVERSITY OF SCIENCE EDUCATION**  
**FACULTY OF AGRICULTURE AND ENVIRONMENTAL SCIENCE**

AGM 416

Department of Agricultural Economics, Education and Extension  
BSc Agricultural Economics and Management Part IV Examination  
Agricultural Trade

**3 HOURS (100 Marks)**

**INSTRUCTIONS**

Answer any **FOUR** questions. Each question carries **25 marks**.

1. Describe the welfare effects of an export subsidy [25 marks]
2. Discuss arguments for restricting imports [25 marks]
3. (a) Discuss the factors affecting the exchange rate. [10 marks]  
(b) Describe the different exchange rate regimes [15 marks]
4. Distinguish a tariff from a quota. [25 marks]
5. Discuss the merits and demerits of Zimbabwe belonging to COMESA. [25 marks]
6. (a) Describe the characteristics of an economic union [10 marks]  
(b) Distinguish internal trade from international trade [15 marks]

**END OF PAPER**