# 13 Lecture - MGT211

# **Important Mcqs**

- 1. Which of the following is a tariff barrier to international trade?
  - A) Licensing requirements
  - B) Health and safety standards
  - C) Export subsidies
  - D) Import duties
  - Answer: D

#### 2. Which of the following is an example of a non-tariff barrier to international trade?

- A) Quotas
- B) Import duties
- C) Export subsidies
- D) Currency exchange rates
- Answer: A

#### 3. What is the purpose of a quota?

- A) To restrict the quantity of imports
- B) To increase the quantity of exports
- C) To reduce trade deficits
- D) To prevent dumping

#### Answer: A

#### 4. Which of the following is an example of a subsidy?

- A) Import duty
- B) Export tax
- C) Government loan to a domestic industry
- D) Quota limit
- Answer: C

#### 5. What is the primary goal of a trade barrier?

- A) To increase competition
- B) To promote free trade
- C) To protect domestic industries
- D) To encourage foreign investment
- Answer: C

#### 6. Which of the following is an example of a voluntary export restraint?

- A) An import duty
- B) A quota limit
- C) An export tax
- D) A licensing requirement

Answer: B

7. What is the purpose of a licensing requirement?

A) To restrict the quantity of imports

- B) To increase the quantity of exports
- C) To regulate the quality of imports
- D) To prevent piracy and counterfeiting

Answer: D

## 8. What is the purpose of a health and safety standard?

- A) To restrict the quantity of imports
- B) To regulate the quality of imports
- C) To increase the quantity of exports
- D) To promote fair trade practices

Answer: B

## 9. Which of the following is an example of a technical barrier to trade?

- A) An import duty
- B) A quota limit
- C) A licensing requirement
- D) A product standard

Answer: D

# 10. Which of the following is a political barrier to trade?

- A) A tariff
- B) A quota
- C) An embargo
- D) A health and safety standard

Answer: C