

UNIVERSITY OF SWAZILAND

DEPARTMENT OF LAW

FINAL EXAMINATION PAPER, 2008 (SUPPLEMENTARY)

TITLE OF PAPER : INTERNATIONAL TRADE AND INVESTMENT

COURSE CODE : L508

TIME ALLOWED : THREE (3) HOURS

INSTRUCTIONS : ANSWER FOUR (4) QUESTIONS  
ALL QUESTIONS CARRY EQUAL MARKS

**THIS PAPER IS NOT TO BE OPENED UNTIL PERMISSION HAS BEEN  
GRANTED BY THE INVIGILATOR.**

### **QUESTION 1**

Critically evaluate the Ohlin-Heckscher theory of trade. In your discussion, compare this theory to the comparative cost principle.

(25 marks)

### **QUESTION 2**

There are several fundamental differences between GATT 1947 and GATT 1994. Discuss fully.

(25 marks)

### **QUESTION 3**

*“Capital accumulation is an essential factor for economic growth, since additional investment is essential to enlarge the scale of production and increase employment opportunities.”* Discuss the validity or otherwise of this statement.

(25 marks)

### **QUESTION 4**

Analysts have suggested that nations have become powerless in the face of giant corporations, whose ability to move capital freely across national boundaries has made it all but impossible to control them. Critically examine this statement.

(25 marks)

**QUESTION 5**

The procedure for dispute resolution under GATT 1994 is a great improvement from that under GATT 1947. Discuss fully.

(25 Marks)