

MCQ on Institutional Framework of International Trade_ Class Date – 01.06.2025

1. Which of the following is NOT a function of the World Trade Organization (WTO)?

- A. Administering WTO trade agreements
- B. Providing a forum for trade negotiations
- C. Imposing trade sanctions unilaterally**
- D. Settling trade disputes

2. The headquarters of the WTO is located in:

- A. New York
- B. Brussels
- C. Geneva**
- D. Paris

3. Which of the following trade agreements was replaced by the United States–Mexico–Canada Agreement (USMCA)?

- A. TPP
- B. NAFTA**
- C. MERCOSUR
- D. ASEAN

4. The primary aim of regional trade agreements (RTAs) is to:

- A. Impose uniform tax laws
- B. Promote free trade among member countries**
- C. Restrict imports from non-member countries
- D. Standardize currencies

5. Which institution oversees global financial stability and offers financial assistance to countries facing balance-of-payment problems?

- A. WTO
- B. IMF**
- C. World Bank
- D. OECD

6. Which of the following is a plurilateral trade agreement?

- A. General Agreement on Tariffs and Trade (GATT)
- B. Agreement on Government Procurement (GPA)**
- C. North American Free Trade Agreement (NAFTA)
- D. African Continental Free Trade Area (AfCFTA)

7. The WTO was established in:

- A. 1947
- B. 1995**
- C. 2001
- D. 1985

8. Which of the following is a non-tariff barrier to trade?

- A. Import duties
- B. Quotas
- C. Technical standards and regulations**
- D. Customs duties

9. The most-favoured-nation (MFN) principle means:

- A. Trading only with preferred nations
- B. Giving equal trade advantages to all WTO members**
- C. Charging the highest tariffs on non-members
- D. Free trade only within a region

10. The General Agreement on Trade in Services (GATS) is associated with which institution?

- A. IMF
- B. World Bank
- C. WTO**
- D. UNCTAD