

<b>Tentin päivämäärä / Date of exam:</b> 13.5.2015
<b>Opintojakson koodi, nimi ja tentin numero / The code and the name of the course and number of the exam:</b> S721317, International Economics, exam 3
<b>Tentaattori(t)/ Examiner(s):</b> Marko Korhonen
<b>Sallitut apuvälineet / The devices allowed in the exam:</b> <input type="checkbox"/> Laskin (ei graafinen/ohjelmoitava)/Calculator (not graphic, programmable) <input type="checkbox"/> Sanakirja/Dictionary <input type="checkbox"/> Muu materiaali, tarkennettu alla/Other material, specified below
<b>Tenttiin vastaaminen / Please answer the questions</b> <input checked="" type="checkbox"/> suomeksi/ in Finnish <input checked="" type="checkbox"/> englanniksi/ in English
<b>Kysymyspaperi on palautettava / Paper with exam questions must be returned:</b> <input checked="" type="checkbox"/> Kyllä/Yes <input type="checkbox"/> Ei/No

**IMPORTANT:** If you have given a student presentation you should answer only for two questions (you are free to choose the questions). Otherwise, answer all questions.

1. Analyze: Can country run a perpetual trade balance deficit?
2. Current account as the gap between savings and investment.
3. Deviations from purchasing power parity (PPP) due to non-tradables.
4. The forward premium puzzle.