Answers to Quiz Two Questions

Question number one

1. United States
2. United States
3. 4 units of cloth
4. 2.5 units of wheat
5. 1 unit of cloth
6. 1 unit of wheat
7. United States has comparative advantage in wheat
8. United Kingdom has comparative advantage in cloth
9. Assumption
10. Define axis
11. Intercepts for US are wheat = 100 and cloth = 400
12. –2.5
13. Opportunity cost of a unit of cloth in the US
14. Intercepts for UK are wheat = 200 and cloth = 200
15. –1
16. Wheat = 200 and cloth = 400
17. Connect A to wheat = 1200 and cloth = 600
18. Wheat = 1000 and cloth = 200
19. Connect B to wheat = 1200 and cloth = 600