

Date:

1a) AustraliaOpportunity cost of 1 sled = $\frac{2}{300}$ $\frac{2}{150}$ clarinetBrazilOpportunity cost of 1 sled = $\frac{1}{200}$ clarinetb) Australia \rightarrow 1 clarinet = $\frac{300}{2}$ sleds

OC of 1 clarinet = 150 sleds

Brazil \rightarrow OC of 1 clarinet = 200 sledsc) Yes. ~~in~~ both goods are produced at
larger amounts in Brazil.

d) Comparative Adv. in clarinet

e) ~~sled~~ Sled.



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2) Japan - radios

Malaysia - rubber

b) Japan \rightarrow OC of 1 radio = $\frac{5}{80}$

= $\frac{1}{16}$ rubber

Malaysia \rightarrow OC of 1 radio = $\frac{10}{40} = \frac{1}{4}$ rubber
Comparative Adv \rightarrow Japan

c) Japan \rightarrow OC of 1 rubber = $\frac{80}{5}$

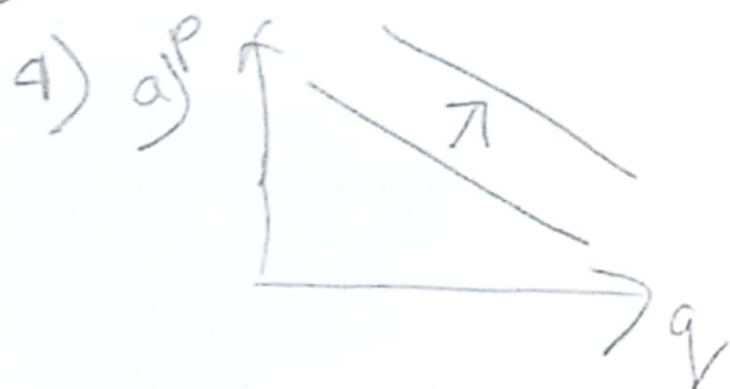
= 16 radios

Malaysia \rightarrow OC of 1 rubber = $\frac{40}{10}$

= 4 radios

Comparative Adv \rightarrow Malaysia

b) Demand will reduce



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