

# Ohlin-Heckscher theory of the basis and effects of commodity trade

## Asia Pub. House - Critical Evaluation of Heckscher

Factor Endowments and the Heckscher-Ohlin Theory

■ Heckscher-Ohlin (H-O) theory is based on two theorems:

1. The H-O theorem
  - A nation will export the commodity whose production requires the intensive use of the nation's relatively abundant and cheap factor and import the commodity whose production requires the intensive use of the nation's relatively scarce and expensive factor.

Source: International Economics, 7th Edition © 2013 by McGraw-Hill Education.

Description: -

- Biography as a literary form
  - Commerce
  - Asia monographs -- 6.Ohlin-Heckscher theory of the basis and effects of commodity trade
- Notes: Bibliographical footnotes.  
This edition was published in 1965



Filesize: 33.45 MB

Tags: #Explain #the #Heckscher #Ohlin #Theory #of #International #Trade

## The Theory of Comparative Advantage

Goods are assumed to be Goods, or production factors, that are identical and thus perfectly substitutable in consumption, or production.

## Critical Evaluation of Heckscher

Factors are mobile in each country but are immobile across national borders.

## International trade

But the concept of country being rich in one factor or other is not very clear.

## International trade

This means that one industry goes out of business in each country. Capitalists are made absolutely better off from free trade. .

## Related Books

- [Metserē amenametsi masin - Vernatan andammerē T'umanyanin](#)
- [Ceremony of opening the archbishops park, Lambeth ... 4th October, 1901.](#)
- [Soil stability on high-elevation rangeland in the intermountain area](#)
- [Per singolare memoria - retoriche a margine e identità municipale nel Quattrocento bolognese](#)
- [Dostojewski](#)