

ECON 331 Fall 2017/8

Assignment II

Your answer must be typed and submitted by email to me by 5:30pm on 6 December 2017 (sharp!). Late submissions will not be graded.

Discuss the following statement, using diagrams when necessary, in an essay form. Please note that diagrams with fragmented sentences will not be considered as an essay.

“For a small country like the Philippines, a move to free trade would have huge advantages. It would let consumers and producers make their choices based on the real cost of goods, not artificial prices determined by government policy; it would allow escape from the confines of a narrow domestic market; it would open new horizons for entrepreneurship; and, most important, it would help to clean up domestic politics.”