Name:

Chapter 12, Trade and Globalization 270-293

25 points

Due 8/31

1. According to the author how does trade make us richer?
2. How does trade create losers? Please give some examples
3. What is protectionism? In the long run how can it be harmful?
4. The author claims trade lowers the cost of goods, which is the same as raising incomes. What does he mean?
5. According to the author how does trade benefit poor countries?
6. Do you agree with the author’s statement that trade is based off of voluntary exchange? Why or why not? Use examples
7. What is the comparative advantage of workers in poor country?