


Make-up Assignment: FOR CREDIT copy onto your own notebook paper
(then save a tree...return this paper to the handouts file)

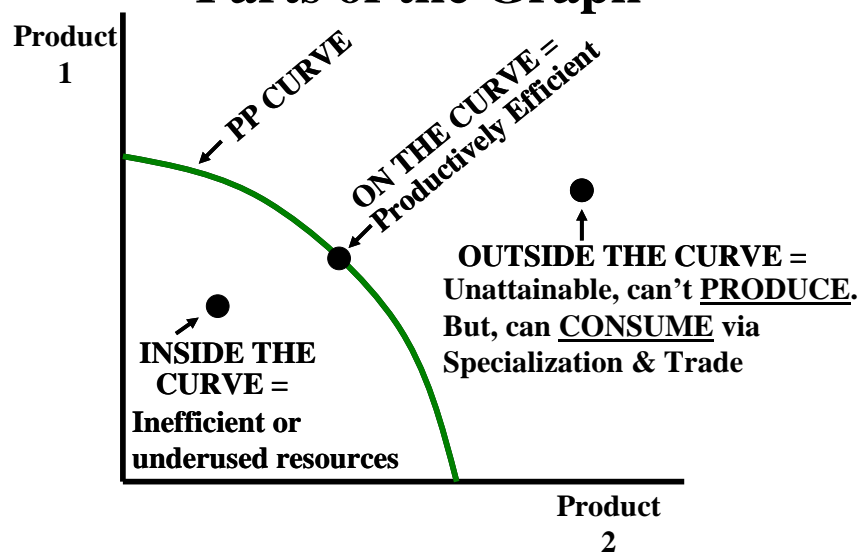
 Write This Down

The Advantages

Absolute Advantage
One entity can produce something absolutely **faster than or greater than** another entity.

Comparative Advantage
One entity can produce something at a **LOWER MARGINAL OPPORTUNITY COST** than another entity.
* CA is used to decide who should produce what

Parts of the Graph




Inside the Curve

= Not using all of your resources like unemployment discrimination in hiring

- Gender (ex: women in 1950's)
- Race
- Religion

OR unused Capital or technology (ex: laws, restrictions, bans)

Make-up Assignment: FOR CREDIT copy onto your own notebook paper
(then save a tree...return this paper to the handouts file)

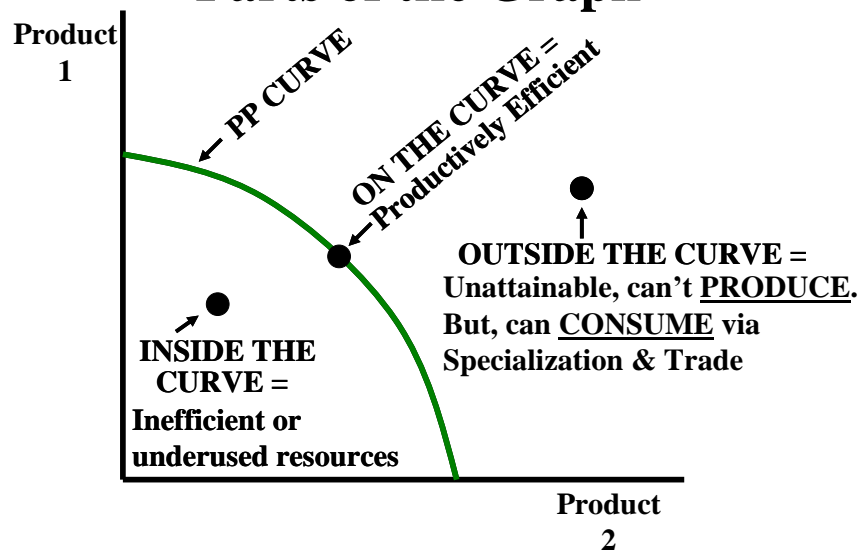
 Write This Down

The Advantages

Absolute Advantage
One entity can produce something absolutely **faster than or greater than** another entity.

Comparative Advantage
One entity can produce something at a **LOWER MARGINAL OPPORTUNITY COST** than another entity.
* CA is used to decide who should produce what

Parts of the Graph



Inside the Curve

= Not using all of your resources like unemployment discrimination in hiring

- Gender (ex: women in 1950's)
- Race
- Religion

OR unused Capital or technology (ex: laws, restrictions, bans)