Assignment 2

The due date for submitting this assignment has passed.
As per your records you have not submitted this assignment.

1) In which country, Mercantilism didn’t prevail really?
   - Spain
   - Italy
   - England
   - China
   
   *No, the answer is incorrect.*
   *Accepted Answers: China*

2) Which period was usually referred to the Mercantilism?
   - 10th - 14th century
   - 16th - 18th century
   - 10th - 11th century
   - 18th - 19th century
   
   *No, the answer is incorrect.*
   *Accepted Answers: 16th - 18th century*

3) What are the extreme values of the Revealed Comparative Advantage index?
   - 0, absolute
   - 0, infinity
   - 0, 1
   - 0, -1
   
   *No, the answer is incorrect.*
   *Accepted Answers: 0, infinity, plus infinity*

4) What is the classical trade theory?
   - Heckscher-Ohlin Model
   - Porter’s Model
   - Ricardian model
   - Arrowsa model
   
   *No, the answer is incorrect.*
   *Accepted Answers: Heckscher-Ohlin Model, Ricardian Model*

5) What is the basic principle of kapitalism?
   - invisible hand of the market
   - profitable exchange of goods and services
   - based on law of competition
   - free market
   
   *No, the answer is incorrect.*
   *Accepted Answers: invisible hand of the market, free market*

6) What is the range of mutually beneficial trade between nation A and B if with one hour at labor time nation A can produce either 2X or 2Y while nation B produces either 1X or 1Y and labor is free only?
   - $2Y = 2X
   - $2Y = 1X
   - $2X = 1Y
   - $2X = 2Y
   
   *No, the answer is incorrect.*
   *Accepted Answers: $2X = 2Y*

7) If the terms of trade of a nation are 3:5 in a two-nation world, those of the trade partners are:
   - 1:5
   - 3:10
   - 2:5
   - 1:2
   
   *No, the answer is incorrect.*
   *Accepted Answers: 3:5*

8) According to the theory of comparative advantage, a country will export a good only if
   - it can produce using less labor than other countries
   - its productivity is higher in producing the good than the productivity of other countries in producing it
   - it can produce the good at lower cost than in other countries
   - All of the above
   
   *No, the answer is incorrect.*
   *Accepted Answers: All of the above*

9) A country is said to have a revealed comparative advantage if the value is
   - greater than -1
   - greater than 0
   - greater than 0.5
   - greater than 1
   
   *No, the answer is incorrect.*
   *Accepted Answers: greater than 0*

10) The Revealed Comparative Advantage is the (sens et)
    - share of a country's total exports of the commodity of interest in its total exports and share of world exports of the same commodity in total world exports
    - share of a country's total imports of the commodity of interest in its total imports and share of world imports of the same commodity in total world imports
    - share of a country's total exports of the commodity of interest in its total exports and share of world exports of the same commodity in total world exports
    - share of a country's total imports of the commodity of interest in its total imports and share of world imports of the same commodity in total world imports
    
    *No, the answer is incorrect.*
    *Accepted Answers: share of a country's total exports of the commodity of interest in its total exports and share of world exports of the same commodity in total world exports*