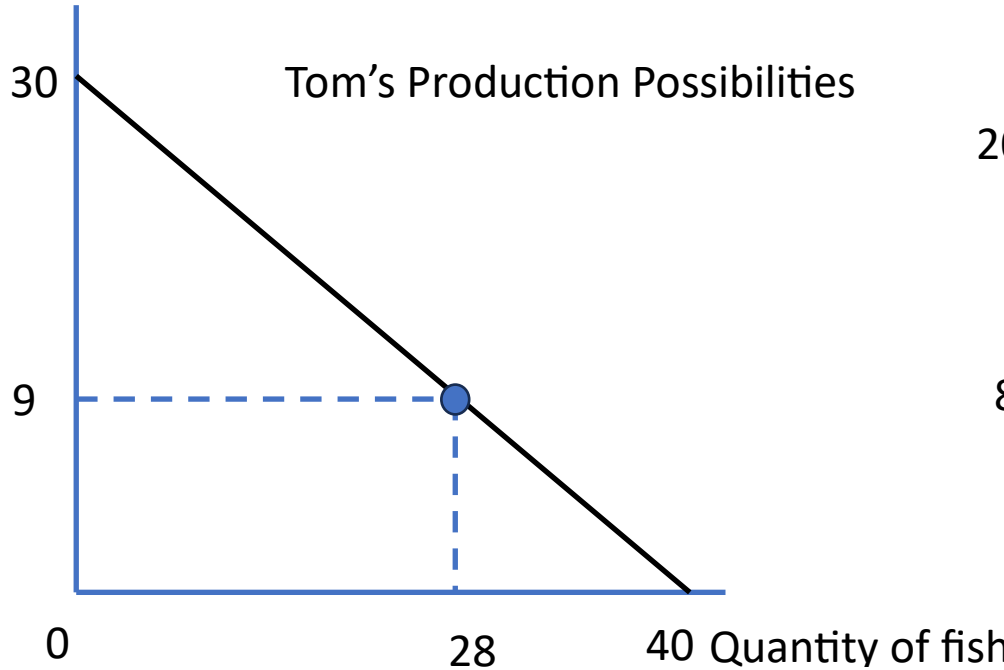
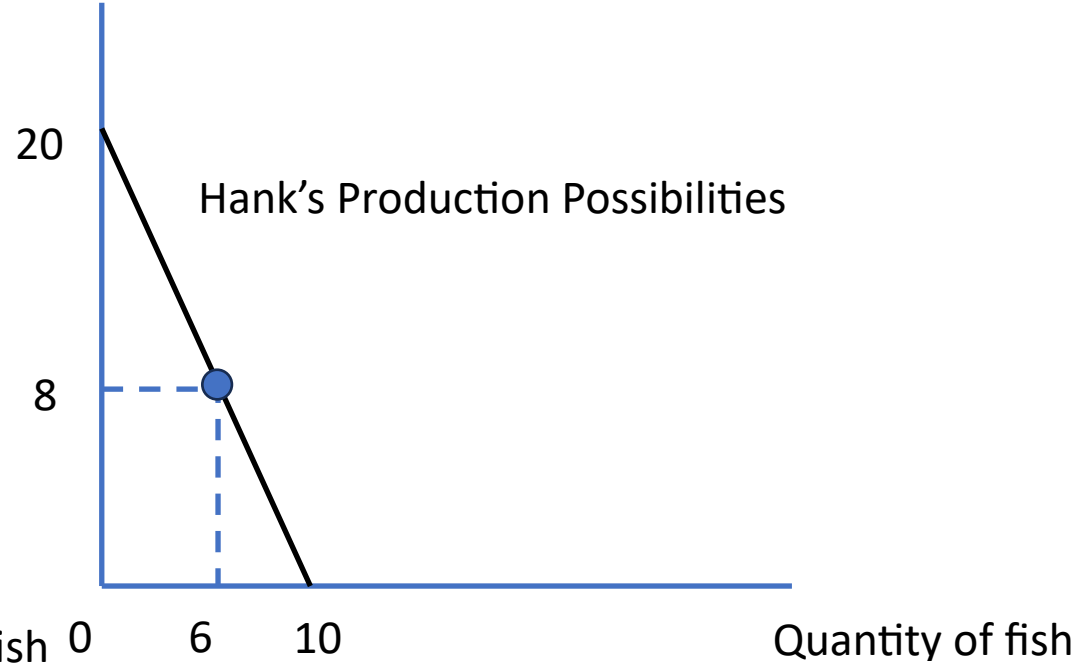


## Production Possibilities for Two Castaways

Quantity of coconuts



Quantity of coconuts



\_\_\_\_\_ has absolute advantage on producing fish and coconut.

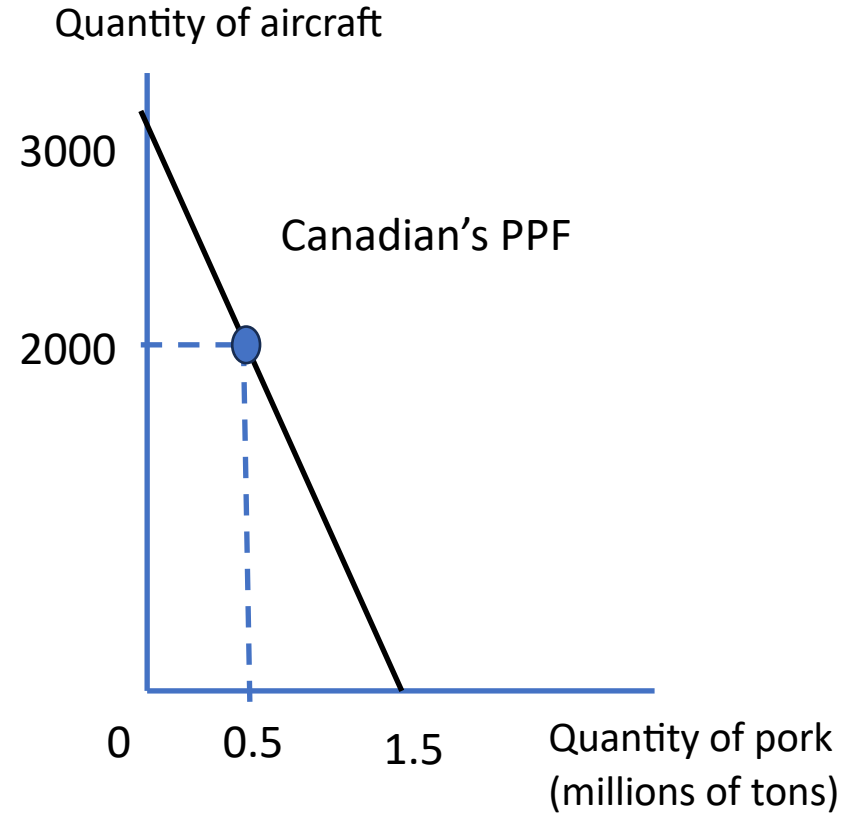
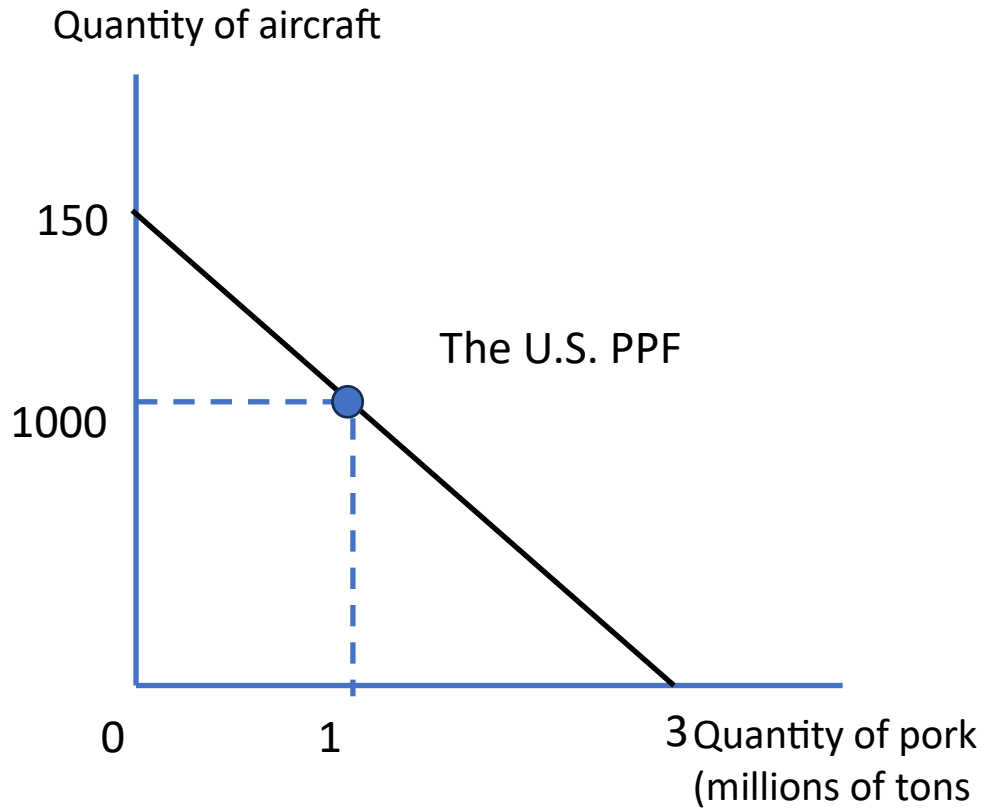
### Tom and Hank's Opportunity Costs

|                    | Tom's Opportunity Costs | Hank's Opportunity Costs |
|--------------------|-------------------------|--------------------------|
| <b>One fish</b>    |                         |                          |
| <b>One coconut</b> |                         |                          |

\_\_\_\_\_ has comparative advantage on producing fish.

\_\_\_\_\_ has comparative advantage on producing coconut.

## Comparative Advantage and International Trade



### The U.S. and Canadian's Opportunity Costs

|                                | <b>The U.S.'s Opportunity Costs</b> | <b>Canadian's Opportunity Costs</b> |
|--------------------------------|-------------------------------------|-------------------------------------|
| <b>One million ton of pork</b> |                                     |                                     |
| <b>One aircraft</b>            |                                     |                                     |

\_\_\_\_\_ has comparative advantage on producing pork.

\_\_\_\_\_ has comparative advantage on producing aircraft.