

Determining Comparative Advantage (Output Method)

	Corn (bushels per year)	Sunscreen (gallons per year)
Mexico	300	150
France	200	150

1. Which nation has an absolute advantage in producing corn?
2. Which nation has an absolute advantage in producing sunscreen?
3. Which nation has a comparative advantage in producing corn?
4. Which nation has a comparative advantage in producing sunscreen?
5. Should Mexico specialize in corn or sunscreen?
6. Should France specialize in corn or sunscreen?