

## **ASSIGNMENT**

- (1) What is the impact of changes in factor endowments when the supply of only one factor increases in one country with no change in the supply of factor in the other country.
- (2) When there are changes in factor endowments of a country, given no change in technology, they bring about changes in output. Give detailed explanation with help of a graph.
- (3) When there are changes in factor endowments of a country, they bring about changes in volume of trade. Give detailed explanation with help of a graph.
- (4) What is the impact on national income when there are changes in factor endowments of a country?
- (5) How transfer of labour from capital intensive to labour intensive industry will take place with changes in factor endowments of a country?