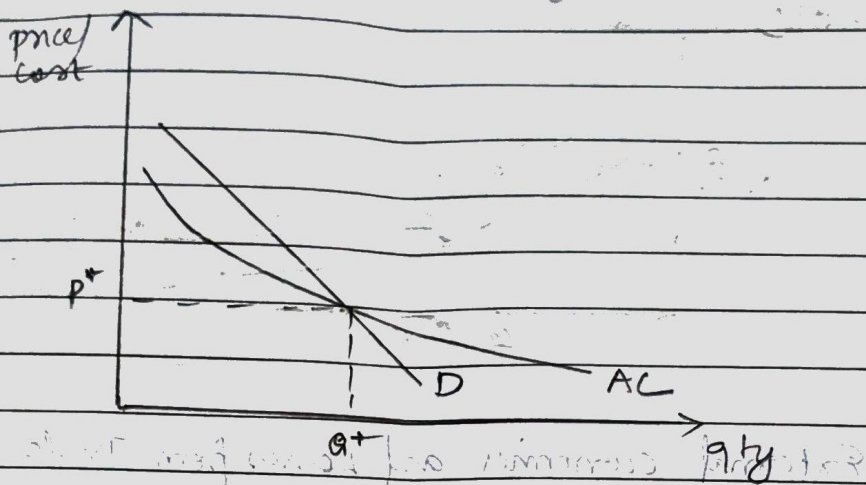
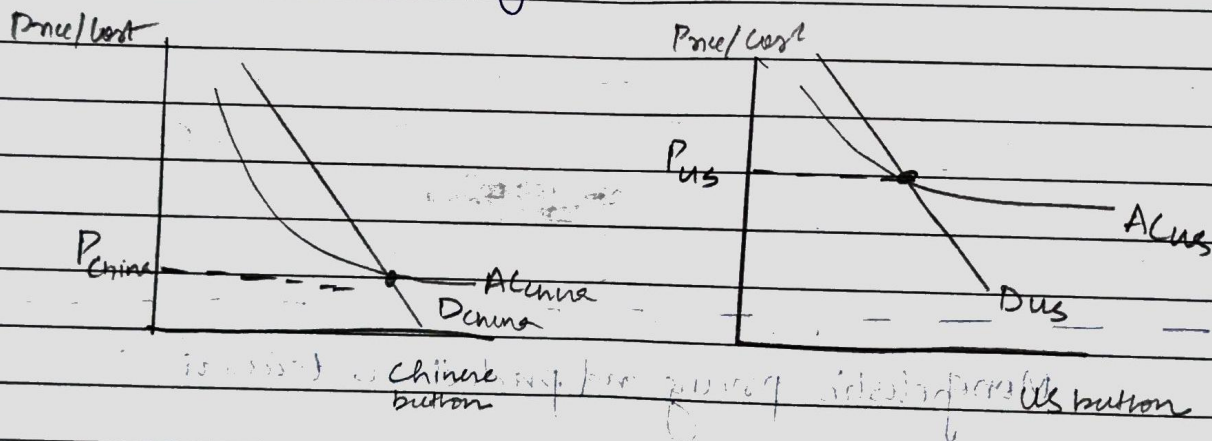


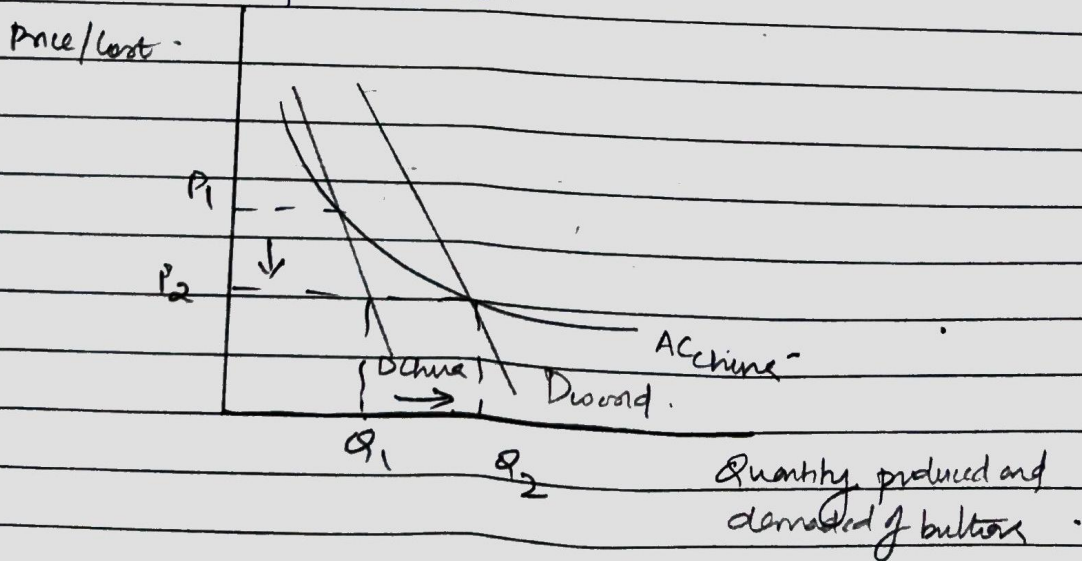
External economies and Market equilibrium



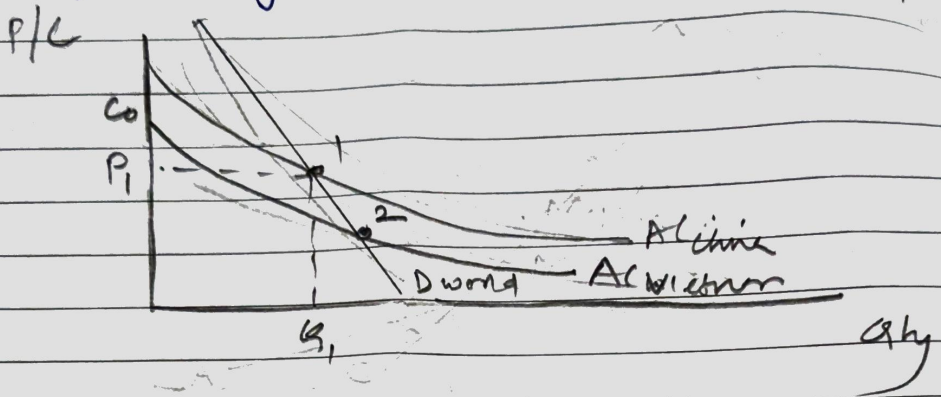
External economies before trade.



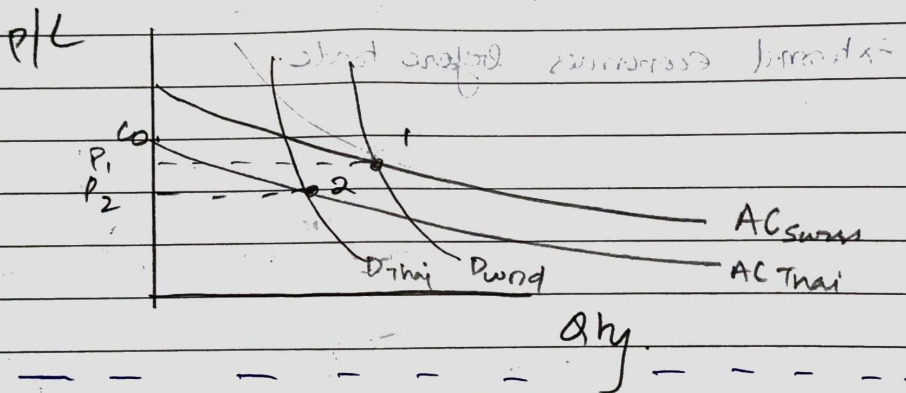
External economies post trade.



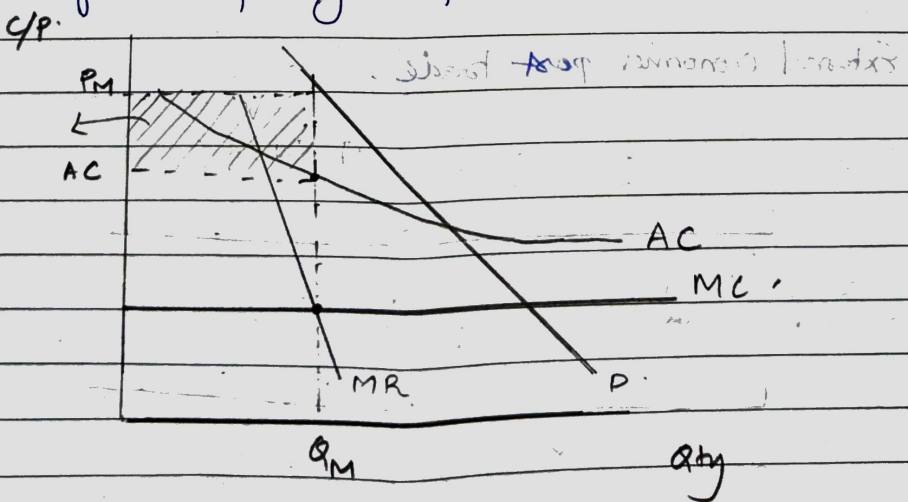
Importance of established advantage



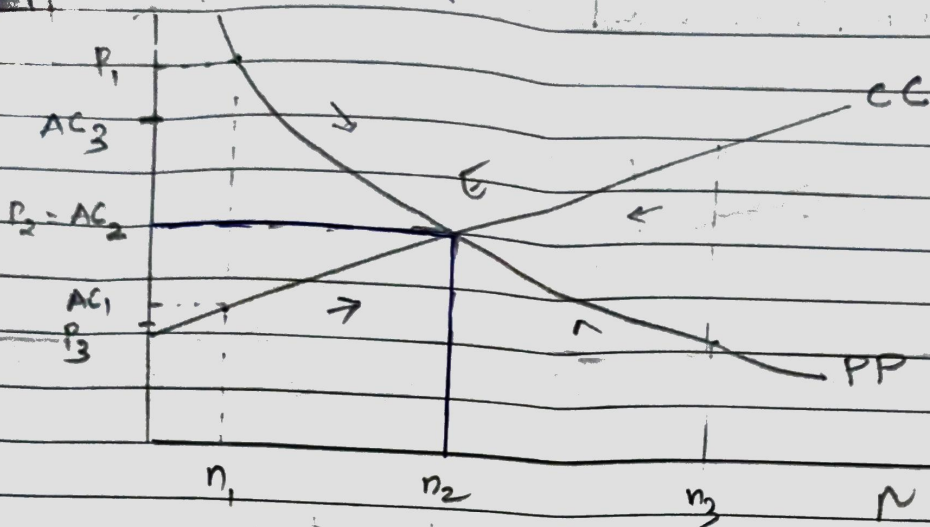
External economies and Losses from Trade -



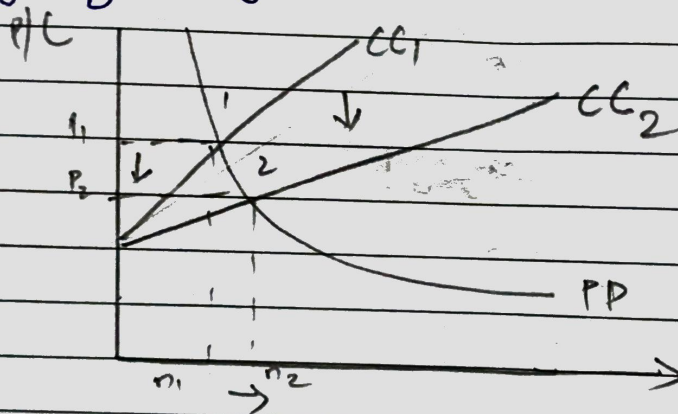
Monopolistic pricing and production decisions



Equilibrium in a monopolistic competition.

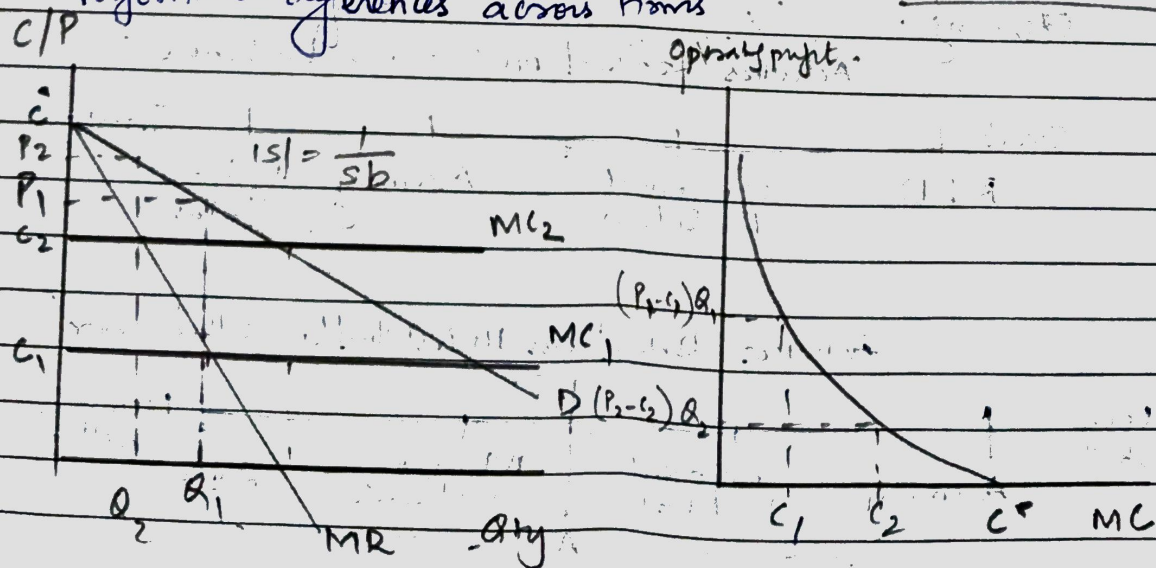


Effect of a larger market (a rise in S) (or a fall in f)

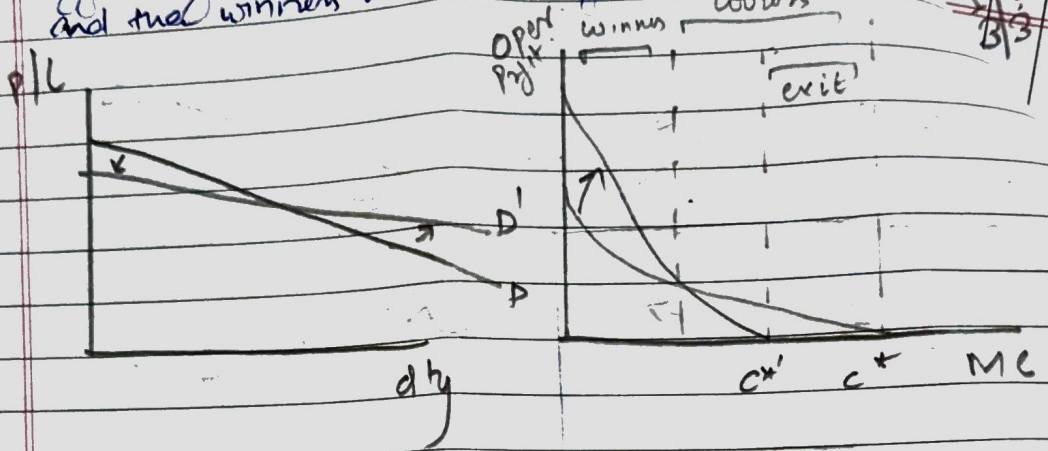


Relaxing Symmetry

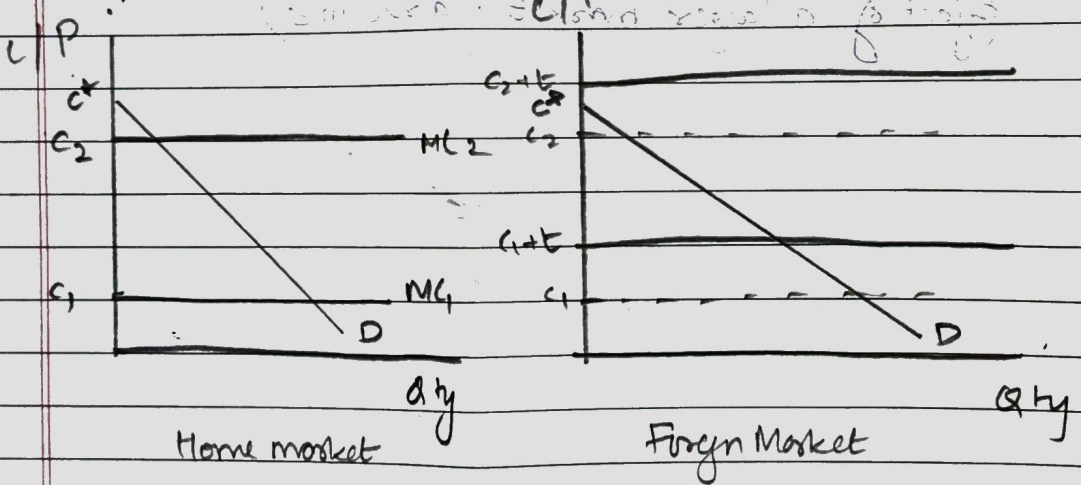
Performance differences across Firms



Effect of Increased Market Size (without symm) and the winners and losers from trade.

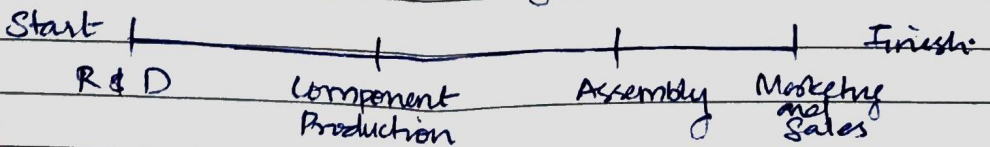


Export decisions with trade costs.

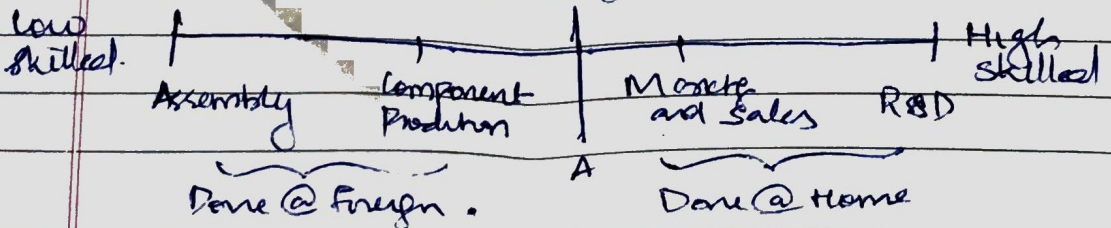


Offshoring.

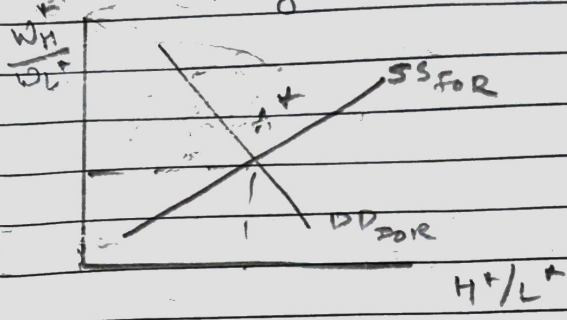
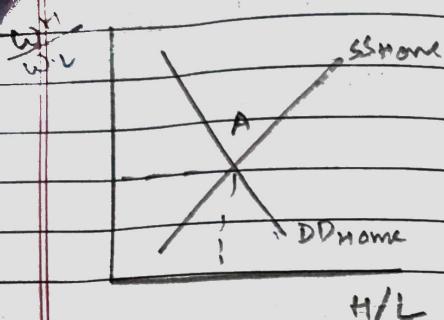
Activities Ranked by Order in Production.



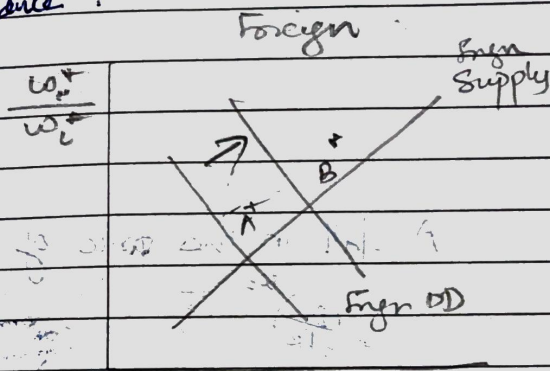
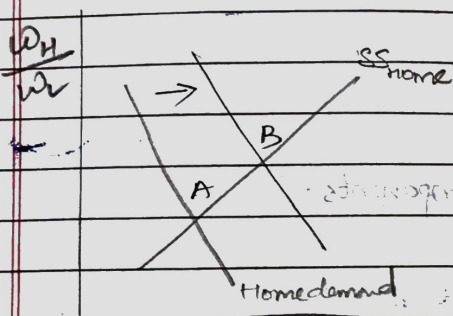
Activities Ranked by Highskilled/Lowskilled labor.



Relative demand and supply for high skilled / low skilled labor

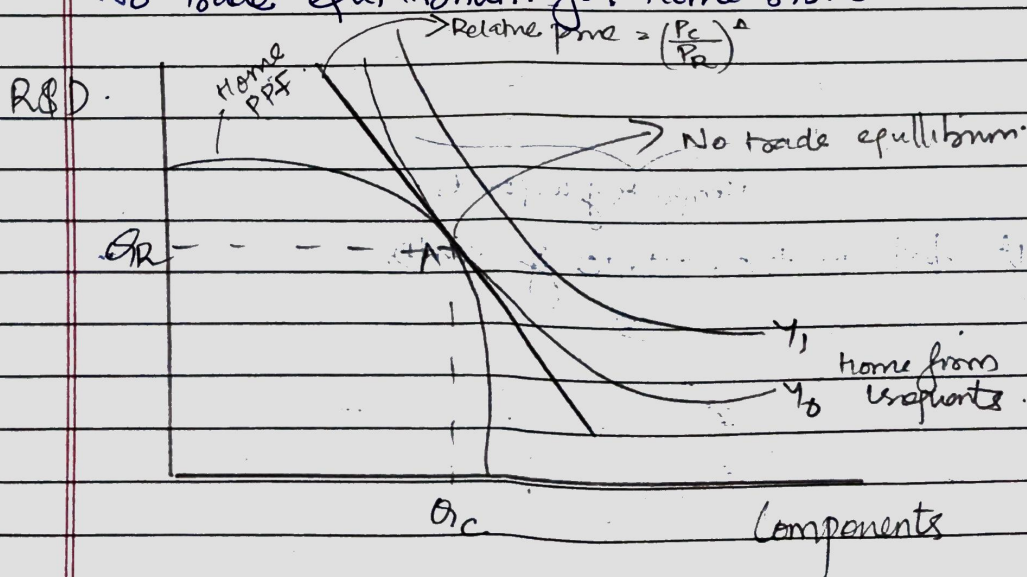


Change in RD and RS schedule

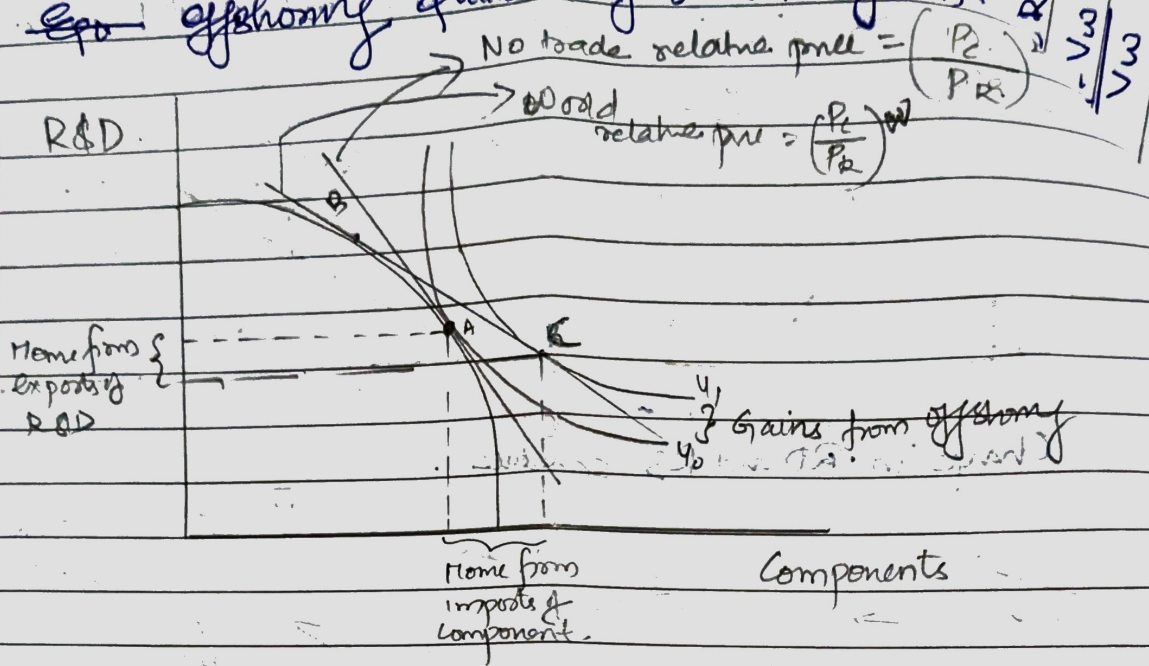


H H^+/L^+
 L

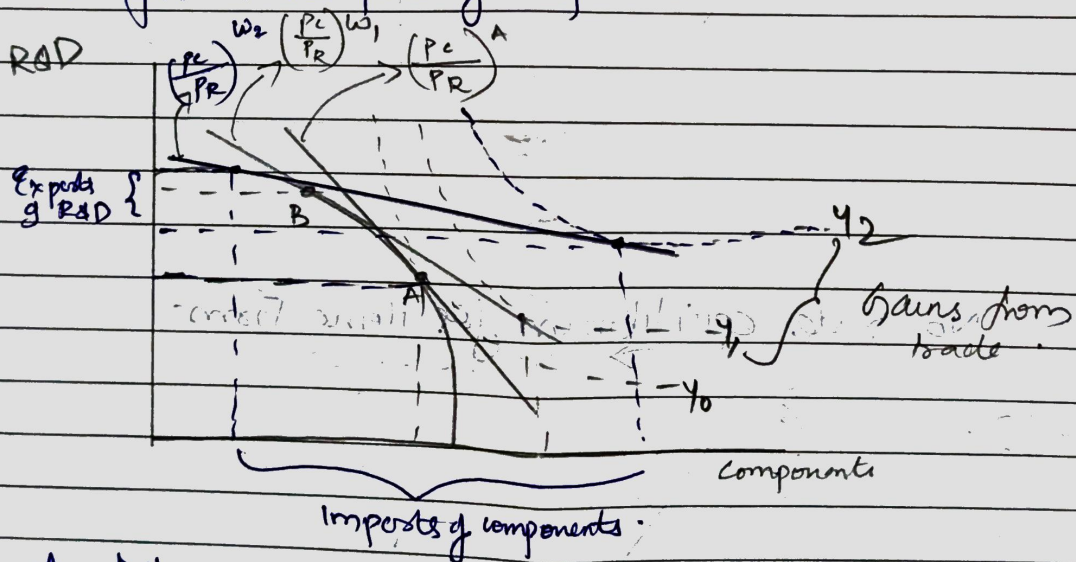
No trade equilibrium for Home From-



Epo offshoring Equilibrium for Home firm.



A fall in the price of components.



A fall in the price of R&D.

