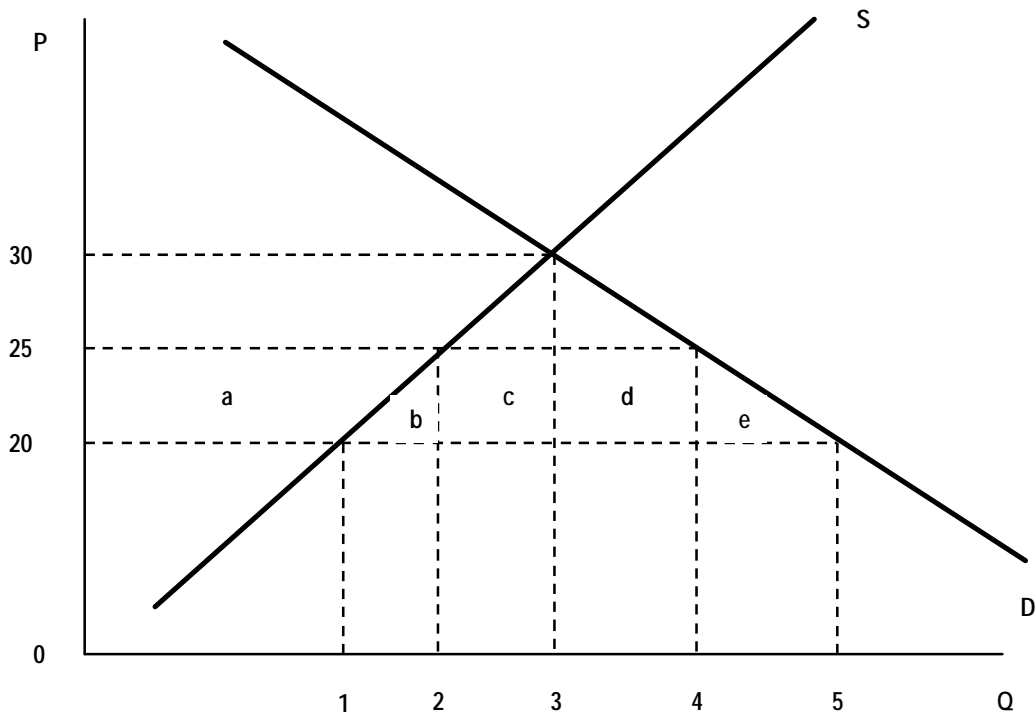


Name \_\_\_\_\_ Period \_\_\_\_\_



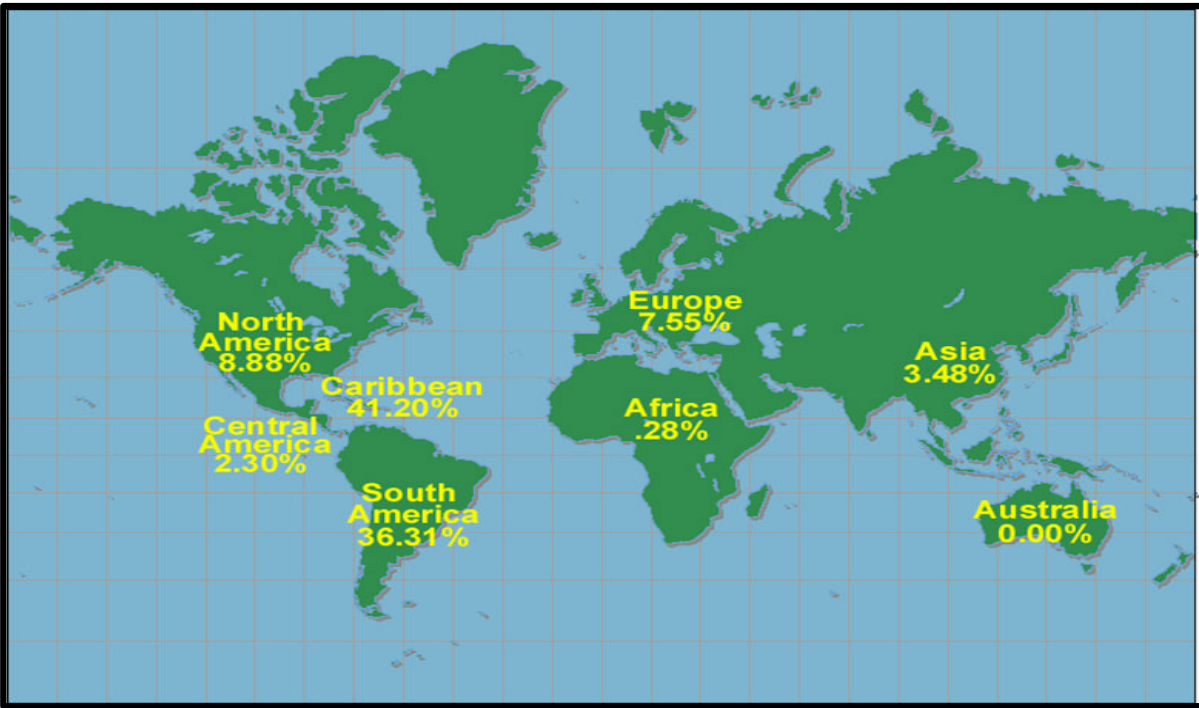
## Protectionism Assessment

Use the graph below to answer the questions.



Question Number	Answer	
<b>1</b>		If there was no trade, what would the market price be?
<b>2</b>		If there was no trade, what would the market quantity be?
<b>3</b>		If \$20 is the world price, how much is being imported?
<b>4</b>		How much is being consumed?
<b>5</b>		How much is being produced domestically?
<b>6</b>		The government imposes a \$5 tariff on the world price. What is the change in consumption?
<b>7</b>		The government imposes a \$5 tariff on the world price. What is the new level of consumption?
<b>8</b>		The government imposes a \$5 tariff on the world price. What is the change in domestic production?

9		The government imposes a \$5 tariff on the world price. What is the new level of domestic production?
10		The government imposes a \$5 tariff on the world price. What is the change in imports?
11		The government imposes a \$5 tariff on the world price. What is the new level of imports?
12		The government imposes a \$5 tariff on the world price. How much revenue did the government collect as a result of the tariff?
13		The government imposes a \$5 tariff on the world price. What areas will be redistributed to the government?
14		The government imposes a \$5 tariff on the world price. What areas will be lost to the economy because of economic efficiency caused by the tariff?



Map provided by Jacksonville Port Authority

**JAXPORT TRADES:** The goods and services that come through JAXPORT come from different places in the world.

**Enrichment**

Free trade zones exist in several parts of the world. A free trade zone does not allow its members to place a tariff on imported goods from other members of the zone.

An example of that would be the North American Free Trade Agreement, or NAFTA. NAFTA allows goods to move between Canada, Mexico and the United States with the threat of a tariff on the goods. This allows for lower prices for goods because of competition.

Explore two products and find out the effect of a tariff or free trade on them.