## CONTENTS

Acknowledgments ix  
Foreword to the Second Edition xi

**Chapter 1**  
Preliminaries: Two-Sector Models  1

**Chapter 2**  
The Heckscher-Ohlin Model  25

**Chapter 3**  
Many Goods and Factors  51

**Chapter 4**  
Trade in Intermediate Inputs and Wages  83

**Chapter 5**  
Monopolistic Competition and the Gravity Equation I  119

**Chapter 6**  
Monopolistic Competition and the Gravity Equation II  155

**Chapter 7**  
Gains from Trade and Regional Agreements  186

**Chapter 8**  
Import Tariffs and Dumping  214

**Chapter 9**  
Import Quotas and Export Subsidies  256

**Chapter 10**  
Political Economy of Trade Policy  299

**Chapter 11**  
Trade and Endogenous Growth  331

**Chapter 12**  
Multinationals and Organization of the Firm  360

**Appendix A**  
Price, Productivity, and Terms of Trade Indexes  403

**Appendix B**  
Discrete Choice Models  419

References  431
Index  465