

**Short answer questions**

1. Globalization, by connecting countries shall result in
  - a) Lesser competition among producers.
  - b) Greater competition among producers.
  - c) No change in competition among producers.
2. WTO was started with the aim to
  - a) Liberalise international trade.
  - b) Increase competition among countries.
  - c) Restrict international trade.
3. The most common route for investment by MNC's in countries around the world is to
  - a) Set up new factories.
  - b) Buy existing local companies.
  - c) Form partnership with local companies.
4. Any investment is made with the hope that these assets will earn \_\_\_\_\_.
5. Foreign trade results in \_\_\_\_\_ of markets across countries.
6. Which is the most common route for MNC investments?
7. Rapid improvement in technology has stimulated \_\_\_\_\_ process.
8. Removing barriers or restrictions said by the government is known as \_\_\_\_\_.
9. In the recent past Globalization has seen rapid movements in \_\_\_\_\_, \_\_\_\_\_ and \_\_\_\_\_ between countries.
10. A tax on imports is a trade \_\_\_\_\_.
11. What do you mean by the term Globalization?
12. Define investment and foreign investment.
13. What factors do MNCs consider while choosing locations for their production centres?
14. What is the basic function of foreign trade?
15. How does foreign trade affect local producers and consumers?

**Long answer questions**

16. How does foreign trade integrate markets across countries?
17. What are MNC's? How do MNC's organize production and why?
18. Explain the complex production process of MNC's. Why do they do so?
19. Explain the ways in which MNC's operate in different countries and interlink production across countries.
20. Differentiate between foreign trade and foreign investment.
21. Explain the factors that have enabled Globalization.
22. What are trade barriers? In what forms did trade barriers exist prior to 1991?
23. Why were these restrictions removed in 1991?
24. What is Liberalisation? How has it helped in the process of globalisation?
25. What is the role of WTO in the liberalisation of foreign policies of countries across the world?
26. Why do developed countries want developing countries to liberalize?
27. Discuss the positive and negative impact of Globalization in India.
28. What is the role of governments in creating conditions for fair Globalization?
29. What are the steps to attract foreign investment?
30. How has competition in international markets benefited people in India?
31. How are small production units affected by raising competition among producers in the international market?
32. What do you mean by the unorganised sector with respect to employment? How is it affected by Liberalization of foreign policies.