

# 12D QUIZ REVIEW

# VOCAB

- **Globalization/Global Economy** - The buying and selling of goods and services by all nations in a worldwide market.
- **Import** – To bring in goods or services into a country or state from another country or state
- **Export** – to send goods or services to another country or state.

# WHY DOES VIRGINIA AND THE U.S. TRADE?

- In order to increase wealth and purchase less expensive goods
- To get goods and services they cannot produce themselves.
- To buy goods and services at a lower cost.
- To export their goods and services
- To create jobs

# SPECIALIZATION

- Virginia and the United States specialize in the production of certain goods and services, which promotes efficiency (maximum productivity) and growth.
- Specialization results in lower costs of production and that causes lower prices.
- Remember the Soybean/Banana Example and the Christmas Tree example?

# INTERNATIONAL TRADE

- International trade **helps markets in Virginia and the United States grow**. There are more goods and services available to be bought and sold so there is more chance for a profit
- International trade **creates jobs**. Because of an increase in profit, businesses will grow and expand so they will need more workers to keep up with the worldwide demand of their product. They need workers so they create jobs.

# TECHNOLOGY

- Technology has had a huge impact on international trade.
- Technological advancements have increased capital, increased the amount of goods and services, and increased the flow of information.
- The use of technology **lowers the cost of production** because it helps make production more efficient!

# THE INTERNET

- The internet has made everything faster and anybody can access any information they wish.
- The internet has had the **biggest** impact on the global flow of information
- Because technology has become so advanced, it has increased the need for people to develop new computer software. This has created jobs.

# REMEMBER!

- If a country participates in trade or buys and sells things with other countries, this is how they influence other world markets and this is referred to as the global economy or globalization!



# FOLLOW DIRECTIONS CAREFULLY!

- Read the quiz **CAREFULLY**. There are two questions that have you look at graphs. **SLOW DOWN** and **READ the DIRECTIONS**. Make sure you know what the question is asking before you answer. The word **LARGEST** means the **MOST** and the word **SMALLEST** means the **LEAST**