05/15/2018

QUIZ 1

Let’s brush up the basic concepts in 10 mins!

NAME: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Points: \_\_\_\_\_\_\_/10

Use the following key words to fill up the blanks:

*(trade surplus, migration, , trade barriers, bilateral trade balance, international trade, Foreign Direct Investment, vertical FDI, horizontal FDI, reverse vertical FDI, trade deficit, export, import, service export, goods export, service import, goods import, trade balance)*

1. A product sold from one country to another is called an \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
2. A product bought by one country from another is called an \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
3. The difference between total value of exports and total value of imports is known as \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
4. The difference of exports and imports between two countries is known as \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
5. Countries that export more than they import run a trade \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
6. Countries that import more than they export run a trade \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
7. The flow of people across borders as they move from one country to another is known as \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
8. The flow of capital across borders when a firm owns a company in another country is known as \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
9. The movement of goods and services across borders is known as \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
10. All factors that influence or hinders the amount of goods and services shipped across international borders are known as \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
11. A Canadian visiting the Sydney Opera House is an example of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ of Australia and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ of Canada.
12. Brazilian coffee beans shipped to the US market is an example of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ of the US and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ of Brazil.
13. China purchasing established companies based in the US is an example of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
14. The US purchasing established companies based in China is an example of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
15. When a firm in one industrialized country invests in another industrialized country by purchasing a foreign company, this is known as \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Answers:

1. Export, B. Import, C. Trade Balance, D. Bilateral Trade Balance, E. Trade Surplus, F. Trade Deficit, G. Migration, H. Foreign Direct Investment, I. International Trade, J. Trade Barriers, K. service exports; service imports, L. goods import; goods export ,M. reverse vertical FDI, N. vertical FDI, O. horizontal FDI