

Name: _____

Globalization Worksheet 2

Today we're going to talk about globalization and why goods are made in China. Last class we researched where goods are made and noticed a lot of stuff sold here is made overseas. Today we're going to find out why.

First, define what minimum wage is.

1. What are the 5 countries with the lowest minimum wage and what is the wage?

Country	Wage per hour

2. Now what is Canada's minimum wage?

3. Let's pretend you own a clothing business. Let's say it takes **4** hours to make a single shirt. Calculate the **cost** of making a shirt in the **country with the lowest minimum wage** and the cost of making the shirt in **Canada**.

Country	Cost
(country with the lowest minimum wage)	
Canada	

4. How much more expensive is it to make the shirt in Canada?

5. One thing we haven't considered is the **cost of shipping**. To understand this we're going to have to understand what shipping is even like in the first place.

What is the definition of International Shipping?

Go to Youtube.com and search for the following video: *How a Steel Box Changed the World: A Brief History of Shipping*.

Watch the video and ask the following questions.

1. What percentage of manufactured goods are shipped in containers?

2. What goods are shipped in containers?

3. A container can hold 10,000 iPads. How much does it cost to transport each iPad from Shanghai to Hamburg?

4. How much does it cost to ship a TV from China to the US?

5. Given the video, how much do you think it would cost you to ship the shirt your company made from where it was made to Canada?

6. Does the price of the shipping cost more than the difference between making your shirt in the country with the lowest minimum wage versus Canada?

7. Where do you think the extra money for paying the workers so little goes?