

ONLINE FINAL EXAMINATION

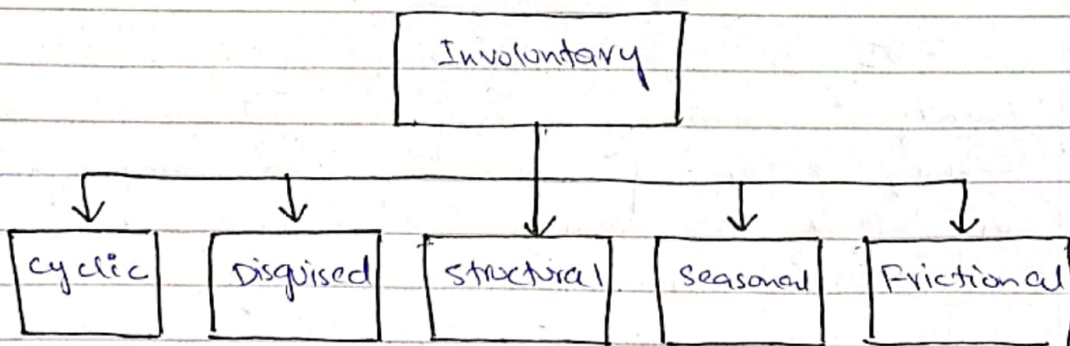
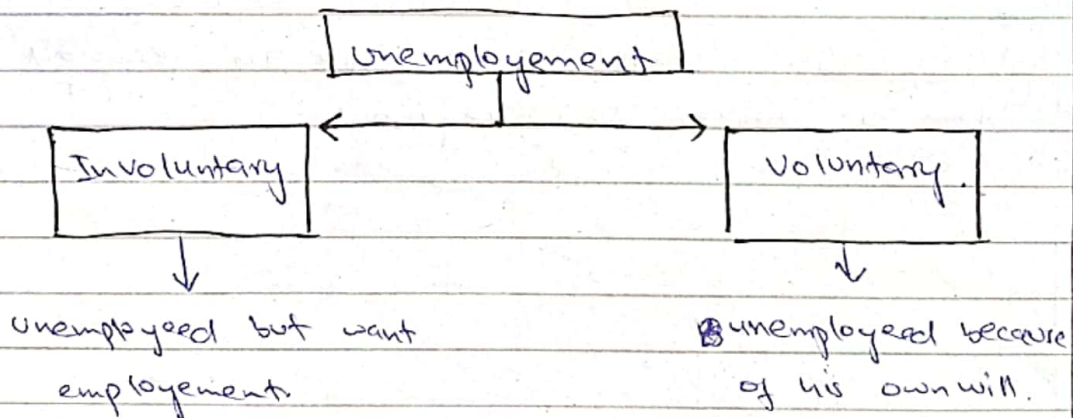
Registration # 2019-GCUE-010403

Roll # 2929.

Question NO :- Q1 Unemployment

Unemployment occurs when people are without jobs and they have actively looked for work within past four weeks.

There are two basic types of unemployment.



● Cyclic :- It

It is a part of trade cycle and capitalistic system

● Seasonal :- some industries employ worker for a particular season. This causes seasonal unemployment - i.e; cane industry.

● Frictional :-

The period of time when a worker is transferring from one place to another. That time he/she is unemployed, called Frictional unemployment.

● Structural - when industries are unable to provide jobs because of not desirable expectation.

● Disguised - when more people are engaged than a worker than required.

Question # 02.

Foreign Direct Investment affect

FDI is an investment by a ~~host~~ foreign country in another company located in country either by purchasing that company or buying its shares i.e; operation of an existing business.

FDI has adverse effect on host country's economy i.e; political, domestic

of labour. It may have +ve or -ve effects.

- It affects wages rates in host country.
- Labour skills are affected by FDI.
- Transport and Infrastructure of host country can be borrowed at desirable investment.
- The political behaviour cannot be stabilize by FDI.
- Employment rate can be increased,
- Management skills can be improved.
- Technology can be provided more powerfully.

So that, the government policies should be such that they exploit the benefit of FDI completely in order to override its drawback.