**Economics Unit 8 The Global Economy**

**Note taking study guide.**

Key Words: keep a notebook of all key terms they will be used throughout the lessons so a quick guide to remind yourself of the meanings while reading and before assessments will be helpful.

Absolute Advantage: Determined by which country can make the most?

Comparative Advantage: Determined by measuring opportunity cost:

Importance in International trade?

Finding comparative advantage by comparing opportunity costs: Lesson 2, p. 3

*Maximum possible output of each good = Opportunity cost*

*Maximum possible output of alternative good.*

**Agency Chart Below is your Sample Work assignment.**

|  |  |  |  |
| --- | --- | --- | --- |
| Agreement/agency | Name | What does it do? | Who benefits |
| APEC |  |  |  |
| USMCA |  |  |  |
| EU |  |  |  |
| UNDP |  |  |  |
| World Bank |  |  |  |

**Define these terms from your lesson:**

Tariff

Embargo

Subsidy

Quota

Mitigate (this is a general term look it up in a dictionary)

Define and tell how are these two terms related?

Protectionist trade policies

International trade agreement

Exchange rates: Divide 1 by the original exchange rate

Multiply the exchange rate by the

Population health is measured by:

Find Per Capita GDP: Formula

Foreign investment: How does it help developing nations?

Gini coefficients and income distribution.

What is the impact of globalization?