

TRADE



PROTECTIONISM

- **SHIELDING DOMESTIC INDUSTRY THROUGH TARIFFS AND OTHER TRADE BARRIERS OR RESTRICTIONS**

1 Euro = 1.38 U.S. Dollars

(as of March 6, 2014 3:47 pm)

STRONG V WEAK

- **STRONG DOLLAR: THE U.S. DOLLAR IS MORE POWERFUL THAN OTHER MONIES AROUND THE WORLD. SO FOR THE PREVIOUS SLIDE IT WOULD BE LESS THAN ONE EURO**
- **WEAK DOLLAR: WHEN OUR CURRENCY DOES NOT EXCHANGE FOR AS MUCH AS IT COULD AGAINST OTHER CURRENCIES**

MULTINATIONAL ORGANIZATIONS

ORGANIZATION

**NAFTA: NORTH
AMERICA FREE TRADE
AGREEMENT. NO
TARIFFS BETWEEN U.S.,
CANADA & MEXICO**

BENEFITS

**QUADRUPLED TRADE
LOWERED FOOD PRICES
RAISED FOREIGN
INVESTMENT
REDUCED GOVERNMENT
SPENDING**

DISADVANTAGES

**LOST ALMOST 1 M U.S.
JOBS
JOB MIGRATION
SUPPRESSED WAGES
MAQUILADORA
PROGRAMS STARTED**

EU: EUROPEAN UNION
FREE TRADE WITHIN 27
EUROPEAN COUNTRIES

OPEC: OIL PRODUCING
EXPORTING
COUNTRIES

(15)

REDUCES COSTS
ELIMINATION OF
MONOPOLIES AND
CARTELS

ONLY BENEFITS ARE
FOR OPEC COUNTRIES

CAN BE EXPENSIVE TO
SOME COUNTRIES
PROBLEMS WITH
NATIONALISM

THE ENTIRE WORLD IS
AT THEIR MERCY

**WTO: WORLD TRADE
ORGANIZATION.
REGULATES
INTERNATIONAL TRADE**

**WORLD BANK
PROVIDES LOANS TO
COUNTRIES**

**PROTECTS FAIR
COMPETITION
LEGAL FRAMEWORK
FOR TRADE DISPUTES**

REDUCES POVERTY

**DIFFICULT TO MAKE
PROGRESS
RULES FAVOR
DEVELOPED COUNTRIES**

**PEOPLE GET DISPLACED
BY PROJECTS FUNDED BY
WORLD BANK**

**INTERNATIONAL
MONETARY FUND: AN
ORGANIZATION
FOSTERING MONETARY
COOPERATION AND
INTERNATIONAL TRADE**

**PROVIDES LOANS TO
MEMBER NATIONS
WHO NEED FISCAL
HELP (189 NATIONS)**

**HIGH INTEREST RATES,
FAILED TO PLAY AN
EFFECTIVE ROLE**