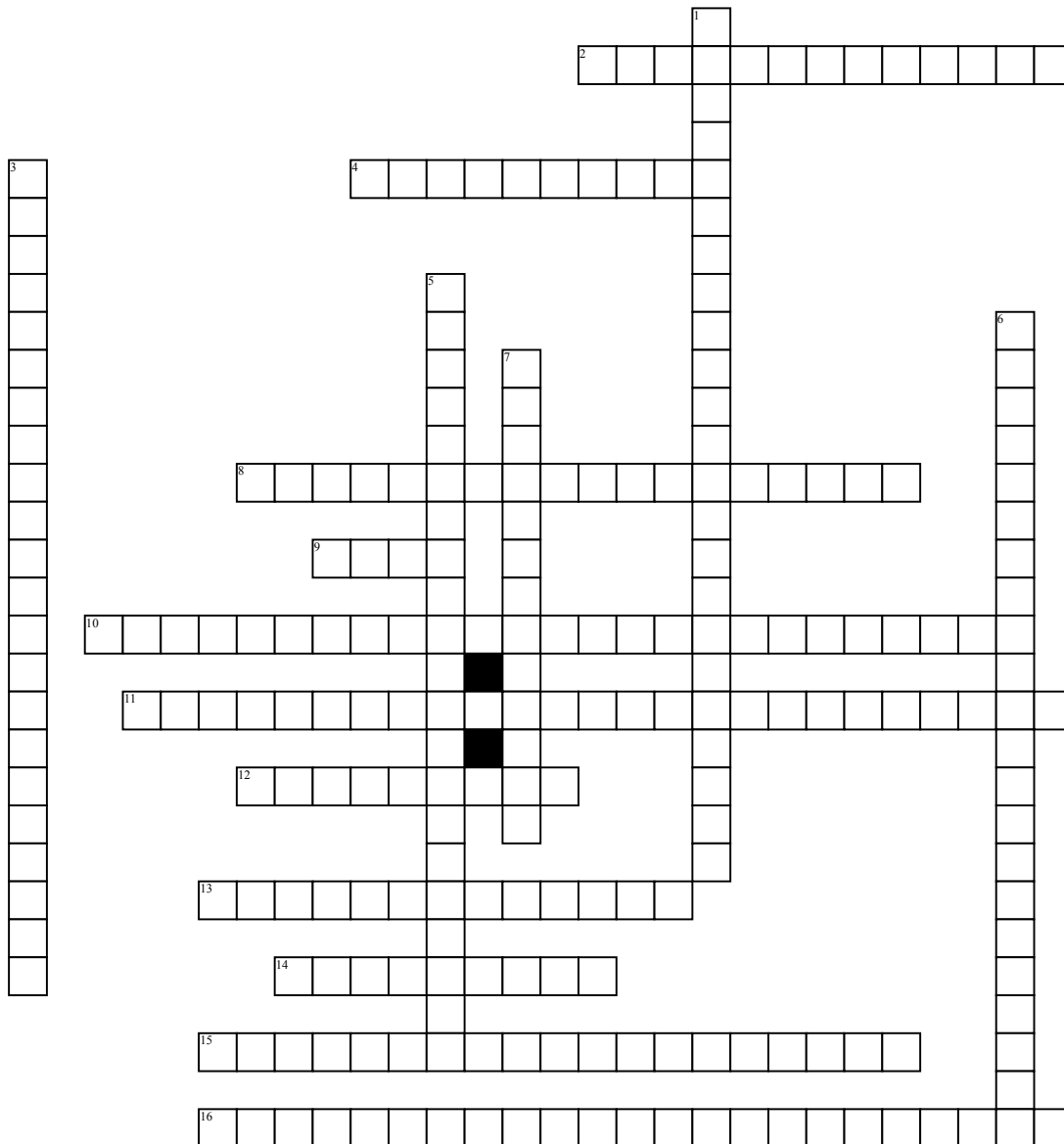


# Chapter 1 Vocabulary: Globalization



## **Across**

- 2.** Finance ministers and central bank governors of the 19 largest economies in the world, plus representatives from the European Union and the European Central Bank
- 4.** the total accumulated value of foreign-owned assets at a given time
- 8.** Process by which a firm exports goods or services to consumers in another country
- 9.** International treaty that committed signatories to lower barriers to the free flow of goods across national borders and let to the WTO
- 10.** Often referred to as the lender of last resort, the International Monetary Fund was set up to maintain order in the international monetary system

- 11.** Trend by individual firms to disperse parts of their production processes to different locations around the globe to take advantage of differences in cost and quality of factors of production
- 12.** International institution set up by 44 nations to promote general economic development in the world's poorer nations, through investments in infrastructure and other initiatives
- 13.** trend away from distinct national economic units and toward one huge global market
- 14.** microprocessor power doubles and production costs drop by 50% every 18 months
- 15.** Inputs into the production process of a firm, including labor, management, land, capital, and technological know-how

- 16.** direct investment in business operations in a foreign country

## **Down**

- 1.** a firm that owns business operations in more than one country
- 3.** Moving away from an economic system in which national markets are distinct entities, isolated by trade barriers and barriers of distance, time and culture, and toward a system in which national markets are merging into one global market
- 5.** any firm that engages in international trade or investment
- 6.** The organization that succeeded GATT as a result of the successful completion of the Uruguay Round of GATT negotiations
- 7.** International organization made up of 193 countries, headquartered in New York City, formed in 1945 to promote peace, security and cooperation