

Name: _____

Date: _____

Better Understanding Global Trade Flows

<http://www.youtube.com/watch?v=RZKX-0SK41U> (duration time 2:38 min)

While-Watching Activities

1. Fill in the gaps:

Trade is the _____ of the global economy. More _____, more _____ and more _____ are crossing _____ today than ever before.

...Today products are composed of _____ from all over the world.

To fully understand trade we have to measure the _____ added at each point in the process.

Imagine China exports a one-hundred-dollar _____ to the United States. China may have only produced \$10 or \$20 of the _____ value of that phone.

2. Match the places to the parts produced there:

graphic design	Singapore
computer code	Bolivia
silicon chip	France
precious metals	California

3. Choose the correct item:

1) Who benefits from the export of the phone in the given example?

a) China b) USA c) many countries

2) It is suggested to have a system for tracing...

a) the countries b) value added c) phone

3) What data shows the real picture?

a) standard b) value added trade balance c) Gross trade balance

3) What country is given as a second example to illustrate the trade data?

a) USA b) China c) Japan

4) What does trade improve?

a) competitiveness b) services c) companies

4. Match the words to make phrases:

seamless	trade liberalisation
simpler	logistics
sophisticated	customs procedures
more	border crossings

***value added** - the amount by which the value of a product is increased at each stage of its production, not including the initial costs.

***trade surplus** - a situation in which the value of a country's exports is greater than the value of its imports,