Textbook Scavenger Hunt

Chapter 26.1 (P.706-713)

*Directions: Use the textbook to help you fill in the following information that will act as you notes for this content.*

1. Nations trade with each other to obtain\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ the themselves cannot produce efficiently

2. Define the following:

Imports-

Exports-

3. What is the main reason why countries trade with one another?

4. Define Comparative Advantage:

5. Countries sometimes try to protect their economies by setting up \_\_\_\_\_\_\_\_\_\_\_\_\_\_ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

6. What is the name given to a tax on imported goods and what is the purpose of them?

7. What is a quota?

8. According to the image found on page 709, what nation is Brazil’s chief import partner?

9. What is the purpose of Free Trade?

10. What organization was created to lower trade barriers and increase trade between the United States, Canada, and Mexico?

11. A nation’s balance of trade can be either a \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ or a \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.

12. What is an exchange rate?

13. How does the government attempt to balance trade?

14. Define the following:

Trade Surplus-

Trade Deficit-

15. What are some of the effects of a trade deficit?