



**CLASS X**  
**ECONOMICS**  
**UNIT – IV**  
**GLOBALIZATION**

**NOTES**

**Globalization** is a process by which the people across the world are united into a single society and work together.

**WORLD TRADE ORGANIZATION (WTO)**

- **Headquarter** – Geneva
- **Founded in** – 1<sup>st</sup> January 1995
- **The successor of GATT (General Agreement on Tariffs and Trade)** established in 1947.
- **Globalization** cannot be discussed without the WTO because no institution has given as large a push to globalization than the WTO.

**WORLD BANK**

- **Headquarter** – Washington D.C
- **Set up** – In 1944.
- Known as **the International Bank for Reconstruction and Development (IBRD)**.

**Objectives:**

- To facilitate the investment of foreign capital for productive purposes.
- To provide technical assistance and policy advice and supervision.
- To play a major role in financing investment in infrastructural projects in developing countries.



মহাশিক্ষা বিভাগ (সংসদ)

**DEPARTMENT OF EDUCATION (S)**

Government of Manipur

### INTERNATIONAL MONETARY FUND (IMF)

- **Headquarter** – Washington, D.C.
- **Established in** – 27<sup>th</sup> December 1945

#### Objectives:

- To promote international monetary cooperation.
- To ensure balance international trade.
- To grant a loan to its member countries.

### MULTINATIONAL COOPERATION (MNC)

It is a cooperate organization that owns or controls the production of goods and services in at least one country other than its home country.

e.g. Coco Cola company, Nestle, General Motors, etc.

### GLOBALISATION AND INDIA

Economic reforms were introduced in India in 1991-92. The Indian economy has been globalizing rapidly since the initiation of the reforms.

### GLOBALISATION AND MANIPUR

Globalization has not left Manipur untouched. **India's Look East Policy** has been upgraded to Act East policy where **Moreh**, as the gateway to ASEAN. It provides an opportunity for Manipur's Handloom and Handicraft products at the international trade level.



**Important terms to understand:**

**Tariff:** Duties levied by a government on imported goods.

**Import substitution:** It means substituting imports goods with domestic product close to it.

**Balance of payment (BoP):** It is a comprehensive record of the economic transaction of the residents of a country with the rest of the world during a given period of time.

**Inflation:** A substantial increase in the price of the commodity.

**Devaluation:** A decrease in the exchange value of a currency against other currencies. In 1991, the rupee was devalued to increase our country's export.

**FDI (Foreign Direct Investment):** FDI is an investment made by a firm or individual in one country into business interests located in another country. Generally, FDI takes place when an investor establishes foreign business operations or acquires foreign assets in a foreign company.

**ASEAN (The Association of South East Asian Nation):** To promote political and economic cooperation and regional stability

\*\*\*\*\*

