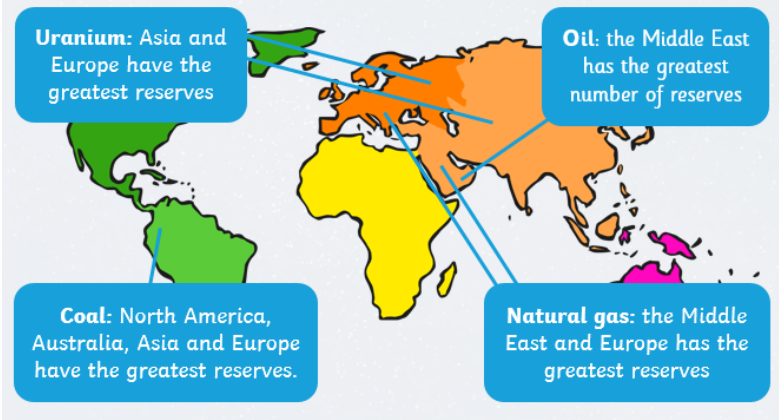
Geography – Trade and Economic Activity – Year 6

Vocabulary Top Ten:

export	selling goods to another country
globalisation	the process by which the world is becoming increasingly interconnected as a result of increased trade and cultural exchange
global supply chain	the different places a product and its parts come from, and travel to, on its way to the consumer
G8	eight of the world's biggest industrial countries
import	to buy or bring something in from another country
multinational company	a business that operates in many different countries at the same time
natural resources	something that is found in nature and can be used by people
trade	the buying and selling of goods and services between people or countries
water scarcity	lack of reliable source of adequate quality water to meet the demands of everyone
water security	having a reliable source of adequate quality water to meet the demands of everyone

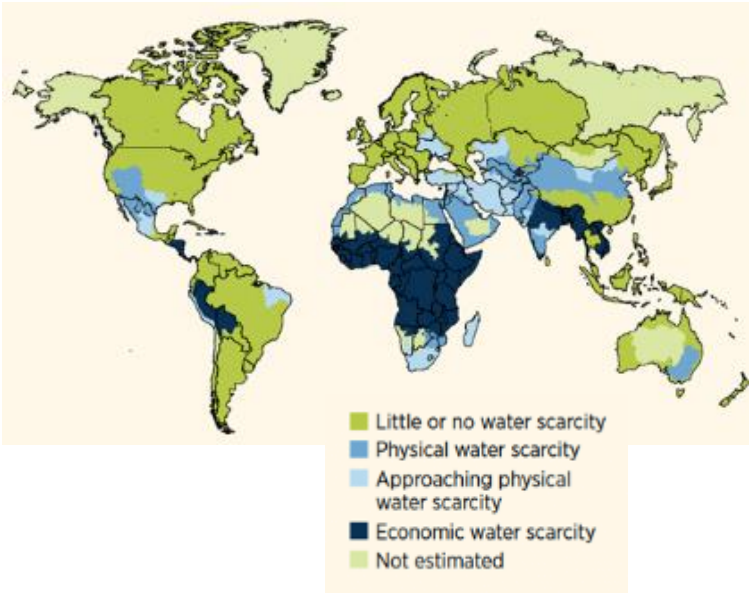
Fossil Fuel Distribution



Trade

- Countries can export goods to another country to generate money
- Countries can also import goods that may not be available in their own country
- More than half the world's trade takes place between the **G8**: *Canada, Germany, France, Italy, Japan, Russia, UK and USA*
- Not all trade is fair but Fairtrade is there to help the producer receive a guaranteed fair price for whatever he or she is selling meaning their quality of life should improve
- The 49 poorest countries control 2% of the world's trade

Water Scarcity and Security



Globalisation

Some advantages	Some disadvantages
• new jobs are provided for those living in the area • people can experience products not previously available in their area • multinational companies bring money to the local economy which can be spent on education, health and infrastructure	• no guarantees that the money from companies' investment will benefit the local community • multinational companies may drive local companies out of business • may drown out local economies, traditions and languages making countries too similar to one another.

Global brands include:

Did you know?

McDonalds have restaurants in 118 countries across the world.