



Section 2: Guided Reading and Review

Trade Barriers and Agreements

A. As You Read

As you read Section 2, supply the missing information in the spaces provided.

Current World Trade Considerations

1. Effects of Trade Barriers: _____

2. Presumed Advantages of U.S. Protectionism: _____

3. Progress Under GATT and WTO: _____

4. Results of NAFTA in the United States: _____

5. Advantages of Multinational Corporations: _____

B. Reviewing Key Terms

Match the definitions in Column I with the terms in Column II. Write the letter of the correct answer in the blank provided. You will not use all of the terms.

Column I

- _____ 6. use of trade barriers to shield a nation's industries from foreign competition
- _____ 7. regional trade organization of 15 European nations
- _____ 8. self-imposed limitation on the number of products shipped to a particular country
- _____ 9. means of preventing a foreign product or service from freely entering a nation's territory
- _____ 10. limit on the amount of a good that can be brought into a country
- _____ 11. region where a group of countries agrees to reduce or eliminate trade barriers
- _____ 12. tax on imports

Column II

- a. European Union (EU)
- b. infant industry
- c. trade barrier
- d. NAFTA
- e. tariff
- f. World Trade Organization (WTO)
- g. import quota
- h. voluntary export restraint
- i. free-trade zone
- j. protectionism