



Vidya Bhawan balika Vidyapeeth shakti utthan aashram Lakhisarai

Revision Class-10th

(Based on N C E R T pattern)

Date:- 30.12.XX.

ECONOMICS

Globalisation and the Indian Economy

Question 1.

What are Multi-National Corporations (MNCs)?

Answer:

A Multi-National Corporation (MNC) is a company that owns or controls production in more than one nation. The goods and services are produced globally. The production process is divided into small parts and spread out across the globe.

Question 2.

Explain 'what is investment? Give a few examples of investment.

Answer:

Investment is buying of an asset in the form of a factory, a machine, land and building, etc. (Physical assets) or shares (monetary assets) for the purpose of making or sharing profits of the enterprises concerned.

Common investments are: buying land, factories, machines for faster production, buying small local companies to expand production, cheap labour, skilled engineers, IT personnel, etc.

Question 3.

In which year did the government decide to remove barriers on foreign trade and investment in India?

Answer:

1991

Question 4.

Why is 'tax' on imports known as a trade barrier?

Answer:

Tax on imports is known as a trade barrier because it increases the price of imported commodities. It is called a barrier because some restriction has been set up.

Question 5.

Which organization lays stress on liberalization of foreign trade and foreign investment?

Answer:

World Trade Organization (W.T.O).