

WELCOME TO ECONOMICS

CLASS

SUBJECT: ECONOMICS

CHAPTER NUMBER: 04 GLOBALISATION AND INDIAN ECONOMY

PERIOD-7

CHANGING YOUR TOMORROW

Website: www.odmegroup.org

Email: info@odmps.org

Toll Free: 1800 120 2316

Sishu Vihar, Infocity Road, Patia, Bhubaneswar- 751024

WORLD TRADE ORGANISATION & IMPACT OF GLOBALISATION

- 1. We have seen that the liberalization of foreign trade and investment in India was supported by some very powerful international organization.
- 2. These organizations say that all barriers to foreign trade and investment that are harmful. There should be no barriers.
- 3. World Trade Organization (WTO) is one such organization whose aim is to liberalize international trade.
- 4. Though WTO is supposed to allow a free trade for all, in practice, it is seen that the developed countries have unfairly retained trade barriers.
- 5. On the other hand, WTO rules have forced the developing countries to remove the trade barriers.



MEMBERS AND OBSERVERS

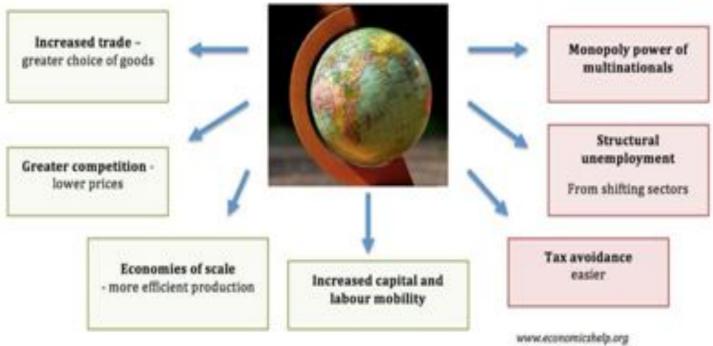
- The WTO has 164 members and 24 observer government.
- Liberia became the 163rd member on July 2016, And Afghanistan became the 164th member on 29th july 2016.
- In addition to states, the European Union, and each EU country in its own right, is a member.

The WTO's overriding objective is to help trade flow smoothly, freely and predictably. It does this by:

- administering trade agreements
- acting as a forum for trade negotiations
- settling trade disputes
- reviewing national trade policies
- building the trade capacity of developing economies
- cooperating with other international organizations



Impact of Globalisation





- In the last twenty years, globalization of the Indian economy has come a long Walk of the Indian economy has come a long walk of the Indian e
- producers has been of advantage to consumers, particularly the well-off sections in the urban areas.
- 3. As a result, these people today, enjoy much higher standards of living than was possible earlier.
- 4. MNCs have increased their investments in India over the past 20 years, which means investing in India has been beneficial for them.
- 5. Several of the top Indian companies have been able to benefit from the increased competition..
- 6. Moreover, globalization has enabled some large Indian companies to emerge as multinationals themselves!
- 7. Globalization has also created new opportunities for companies providing services, particularly those involving IT.



POSITIVE EFFECT OF GLOBALISATION:

- Gives Access to a Larger Market
- Provides Cheaper Goods for Consumers
- Globalization Wets Countries do what They do Best
- Leads to Better Economies
- Promotes World Peace and Unity
- Innovation
- Better Quality and Variety

NEGATIVE IMPACT OF GLOBALISATION

- Causes Environmental Damage
- Causes Fluctuation of Prices
- Job Insecurity
- Impact on small producers



THE STRUGGLE FOR A FAIR GLOBALISATION:



- 1. People with education skill and wealth have made the best use of new opportunities.
- 2. On the other hand, there are many people who have not shared the benefits.
- 3. Fair globalization would create opportunities for all and also ensure that the benefits of globalization are shared better.
- 4. The government can play a major role in making this possible.

- 5. Its policies must protect the interests, not only of rich and the country.
- 6. It can support small producers to improve their performance till the time they become strong enough to compete.
- 7. If necessary, the government can use trade and barriers.
- 8. In the past few years, massive campaigns and representatives by people's organizations have influenced important decisions relating to trade and investments at the WTO.
 - 9. This has demonstrated that people also can play an important role in the struggle for fair globalization.



THANKING YOU ODM EDUCATIONAL GROUP