



Section 1: Guided Reading and Review

Levels of Development

A. As You Read

As you read Section 1, fill in details comparing characteristics of developed nations and less developed countries in the blanks provided.

	Developed Nations	Less Developed Countries
per capita GDP	1. _____	2. _____
energy consumption	3. _____	4. _____
labor force	5. _____	6. _____
literacy	7. _____	8. _____
life expectancy & infant mortality	9. _____	10. _____

B. Reviewing Key Terms

Match the descriptions in Column I with the terms in Column II. Write the letter of the correct answer in the blank provided.

Column I

- ___ 11. services and facilities necessary for an economy to function
- ___ 12. country with low levels of material well-being
- ___ 13. a nation's GDP divided by its total population
- ___ 14. more successful less developed country
- ___ 15. raising just enough food to feed one's family
- ___ 16. average expected life span of an individual
- ___ 17. process by which a nation improves the economic, political, and social well-being of its people
- ___ 18. proportion of the population over age 15 that can read and write
- ___ 19. country with a higher average level of material well-being
- ___ 20. the number of deaths that occur in the first year of life per 1,000 live births
- ___ 21. extensive organization of an economy for the purpose of manufacture

Column II

- a. development
- b. subsistence agriculture
- c. infant mortality rate
- d. industrialization
- e. developed nation
- f. infrastructure
- g. life expectancy
- h. newly industrialized country (NIC)
- i. literacy rate
- j. per capita gross domestic product (per capita GDP)
- k. less developed country



Section 3: Guided Reading and Review

Financing Development

A. As You Read

As you read Section 3, supply the missing information in the spaces provided.

List three advantages economists believe multinational corporations bring to LDCs.

1. _____
2. _____
3. _____

List three disadvantages economists believe multinational corporations bring to LDCs.

4. _____
5. _____
6. _____

Give an example of why nations provide aid to less developed countries.

Humanitarian:

7. _____

Political and Military:

8. _____
9. _____

B. Reviewing Key Terms

Define the following terms.

10. internal financing _____
11. foreign investment _____
12. foreign direct investment (FDI) _____
13. foreign portfolio investment _____
14. United Nations Development Program (UNDP) _____

15. World Bank _____
16. International Monetary Fund (IMF) _____

17. debt rescheduling _____

18. stabilization program _____

Section 4: Guided Reading and Review

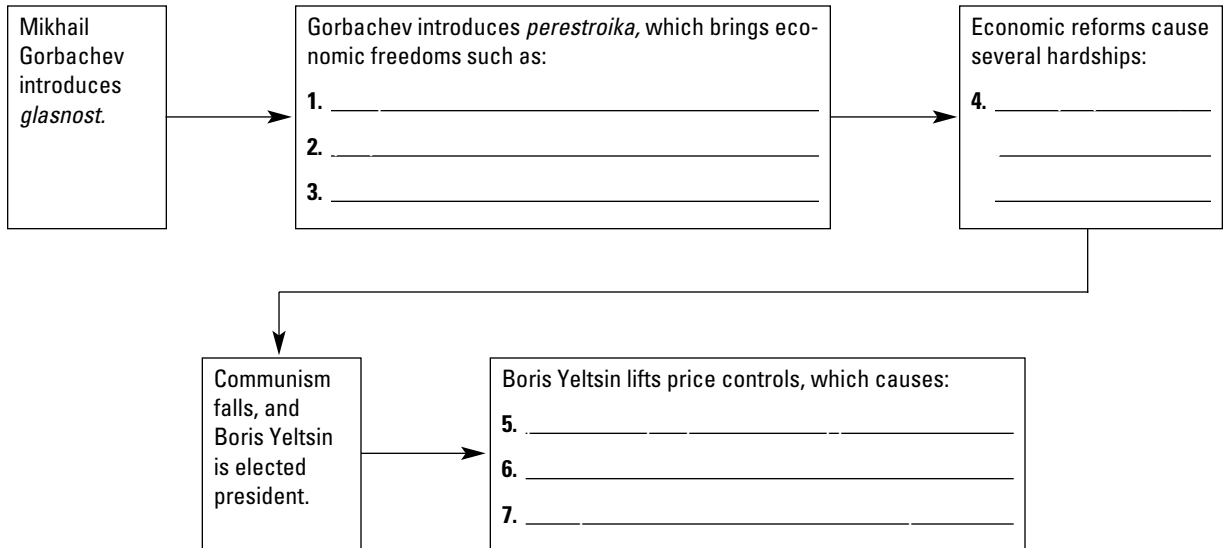
Transitions to Free Enterprise



A. As You Read

As you read Section 4, provide details for each numbered item in the sequence chains below to show the series of events leading toward a free market economy in Russia.

Transition in Russia



B. Reviewing Key Terms

Answer each of the following questions.

8. Why is the work ethic important to a system of privatization? _____

9. How are *glasnost* and *perestroika* related to free enterprise? _____

10. How did the focus on light industry benefit consumers? _____

11. How did economic growth in China's special economic zones compare to economic growth in the interior regions? _____

