1. Classify:

|  |  |
| --- | --- |
| Advantage for TNC | Disadvantage for TNC |
| Advantage for host country | Disadvantage for host country |

Copy and paste the statements into the correct box

|  |  |  |
| --- | --- | --- |
| Brings employment to the country and increases GNP |  | Decisions made outside the country. Workers have little say |
| Improves education and skills of the work force |  | Company can decide to move the factory at any time |
| Companies provide modern technology such as internet |  | Reduces cost for TNC as labour is cheap |
| Brings in valuable foreign currency |  | Can locate next to raw materials |
| People are richer so the buy more in the country. GNP increases |  | Can take advantages of different laws eg. Relaxed pollution and safety laws |
| Improvements in roads, airports and services |  | Companies given tax breaks to encourage location in certain areas |
| Labour force usually poorly paid with poor conditions  |  | Video conferencing and ICT means communication between different countries is easy |
| Jobs mainly unskilled. Skilled workers bought inform abroad |  | Mechanisation reduces size of workforce so people become unemployed |
| Most of the profits go abroad |  | Increased pollution |

2. Case study example of a TNC pg 379 – ICI

Make notes on the case study example of this TNC