

Globalization:

End of Austerity

1 Introduction

Thesis: While Globalization has produced benefits for global prosperity, it has also been a source of

National Stress due to Unequal resource flows and rampant abuse. This has complicated economic growth and independence in many nations of the developing world.

2. How Globalization has Complicated Economic Independence

A) Exploitation leading to poorer social outcomes and growth

e.g., Child Mines, Blood Diamonds

B) Extractive Nature of Globalization

e.g., Natural Resource Plunder in Africa

C) Multinational firms and profit repatriation

e.g., Exxon in Guyana

D) Strain on local enterprise

e.g., Economies of Scale and the Struggle of SMEs

E) Talent extraction and Brain drain

e.g., Pakistan

F) Ecological Stress and depressed Communities

e.g., Climate Change,

G) Globalized Systems of elite Capture leading to exploitation of the masses

3) Arguments in Favour of Globalization Contributing to Economic Independence

A) The rise of China and Asian tigers

B) Failure is of National Governance Not Globalization

4) Globalization's Contribution to Governance Failure

A) The Need for Poverty in the System: Dependency Theory

B) Globalization's Unpredictability given global politics and innovation: AI and Right Wing Movements

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5) Conclusion

Introduction:

There was a time where globalization was seen as the one and only true way to rectify the wrongs of history by bringing the developing 3rd world out of poverty. Many foresaw the utopian promised land, where no state would be left behind in the march to progress. Undoubtedly, globalization, the process through which the world has grown interconnected, has produced many benefits. However, beneath the surface lies a complex web of abuse which many have argued has contributed to challenges, particularly in the developing world. Many

global leaders, including the 'leader of the free world', Donald Trump, have criticized globalization as an inherently damaging process. Noam Chomsky, historian and academic, has castigated globalization as a system where one must suffer for the pleasure of another. Chomsky, among others, see globalization as yet another iteration of 'might is right' where ills such as exploitation, corruption, and ecological damage are exported to poorer nations. This is said to contribute towards institutional failure, unequal distribution of wealth, and poorer social outcomes which attack the very base of economic independence. Thus while globalization has produced benefits for global prosperity, it has also been

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a Source of National Stress due to Unequal resource flows and rampant abuse. This has complicated economic growth and independence in many nations of the developing world.

Conclusion

In conclusion, globalization has led to positive externalities but has significantly impacted many developing nations through the promotion of dependency and exploitation. While nations such as China have been able to benefit, many other nations have faced resource extraction, weakened institutions, and the creation of unequal power systems producing elite capture. These byproducts have collectively stunted the economic and political evolution of many states, leading to poor rates of economic independence.

The Negative, low Value add Cycle has trapped Numerous States in a Cycle of Poverty Which has Weakened Their ability to promote Sustainable, long-term industry. Moreover the Negative externalities of a Capitalist Globalized System has worsened Social indicators in Certain Communities through ecological damage and exploitation. Poor economic affairs have also Contributed to Brain drain leading to Poaching of the brightest minds that are essential to innovation, business Creation, employment and exports. The present System of Globalized trade and Movement is also Uncertain With right wing Movements Seeking to dethrone established rules while AI advancements threaten to make Many low Skill

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jobs redundant. In this Climate,
the Negative externalities,
dependency generation and
Uncertainty Make globalization
even more unlively to contribute
to the long-term end of
Austerity.