

Globalization: A force for economic growth or exploitation

1. Introduction

2. Defining the term, Globalization

3. Globalization: A force for economic growth

3.1 Globalization provides free markets which play essential role in economic growth

Avoid writing some things

3.2 Increased export destinations for countries: a factor of economic growth

3.3 Countries with excessive supply reaches the market with excessive demand

3.4 International cooperation is achieved through globalization

which paves the way for economic growth

3.5 Enhanced and improved employment opportunities for employees around the world

3.6 Equal chance of growth to the developing countries

3.7 Establishment of global standards which helps countries track and enhance economic growth in line with global standards

4. Forces which throttles the globalization

4.1 Global conflicts is a prominent factor in restraining the globalization

4.2 Regular supply chain halt disturbs the flow of trade

4.3 Adoption of protectionism policy by countries

4.4 limited export capabilities of developing countries

4.5 Trade wars. the destroyer of globalization

5. Factors which can promote the globalization

5.1 Global collaboration and cooperation is the key element of globalization

5.2 Enforcement of world trade organization's policies

5.3 proper assistance to the developing countries for diversification

6. Conclusion

Day: \_\_\_\_\_

Date: \_\_\_\_\_

Exchange of excessive is as  
of ~~the~~ ~~modern~~ history. Barter  
system which is essential of globalization  
and building block of the modern  
economics. Since the start of written  
human history, globalization move in  
parallel as the major source of  
economic activity. Even in today  
economics ~~is~~ ~~still~~ ~~as~~ ~~very~~ ~~much~~  
relevant and ~~is~~ ~~the~~ ~~economic~~ ~~growth~~  
in ~~various~~ ways. One of the essential  
of globalization is; it provides the  
free market ~~or~~ ~~laying~~ ~~on~~ ~~economic~~  
activities. Similarly, it enables countries  
to explore other export destinations  
which for improved economic growth,  
along with this, market diversification  
is achieved where countries with  
surplus production can meet the  
market ~~for~~ ~~the~~ ~~same~~ for the same.  
International globalization is also  
one of ~~the~~ ~~happening~~ ~~of~~ ~~globalisation~~.  
Furthermore, through the globalisation  
policies people ~~around~~ ~~the~~ ~~world~~

get improved employment opportunities around the world. However, globalization still lags behind its potential due to some prevailing adverse conditions.

Global conflict is one of the prominent factor for restraining globalization which result in regular disruptions.

Moreover, protectionist policies is also barrier to the globalization. In spite, various globalization strategies can be adopted to overcome this. Globalisation an oldest economic activity is a force for economic growth, however, these are factors which discourage globalization which can be dealt with possible solution.

Globalization is the free flow of goods, services, people and ideas around the world. This is aimed for achieving global cooperation among the nations. Globalization include the policies which increases as well as facilitates all nations with equal opportunities. Global trade organization is a organization.

which advocates for the attainment of globalization. It has seen policies and regulations for the flow of various elements among nations. One of the essential policies include free trade agreements which compels the signatory to lift trade barriers from the goods and services flowing in its member states. These are some of essential services provided by world trade organization for globalization.

Globalization provides free markets to the nations which help them to attain economic growth. <sup>Which helps them</sup>

Free markets an equal platform of trade regardless of the economic condition of the country. One of prominent example of this is Turkey in 1970s, when Turkey was struggling with its economy they liberalized their markets allowing foreign goods to enter in market which on one side helped their domestic market by creating balance

between supply and demand and on the other side enabled Turkey's exporters business to trade with other countries tariffless. By freeing their markets people got multiple choices of substitute goods and monopoly of domestic manufactureds shattered which helped market to maintain perfect competition which lowered consumer price index as well as enhanced purchasing power of the people. Resultantly, economic activities very improved and finally in late 1980's Turkey attained economic growth.

Globalization also helps in achieving diverse markets which in return helps economic growth. Globalization by signing free trade agreement countries gets permit to export their goods to the various locations. This compels the country to produce more than their total consumption. For attaining the excessive supply country needs to equip herself

with more industries and other productive hubs. This in turn enhances the overall economic prospect of the country. India is one of the prominent example as by signing non-alignment movement India stayed away from conflicts and constructed their foreign policy to sustain friendly relations with all the countries. Today, it is harnessing back to India as they have trade relations with majority of countries. India exports today almost each nature of goods and services. This proves that having diverse markets not only aids in globalization but also helps in economic growth.

Furthermore, countries with excessive supply of goods meets the markets with demand for these products which helps the growth in the economic growth of the country. Globalization provides the platform where exporters meet importers. Here exporter earns by exporting.



production and importers get desired product without any capital investment. China is best fit example for this, due to heavy industrialization china produces way more than its consumption. Globalization allowed China a platform and policies to export its ~~ex~~ excessive production of goods as well as employed its population which ultimately boosted China's economic growth.

International cooperation through globalization paves the way to economic growth. International cooperation enables countries to get closer to each other and develop cordial relationship which later on turn to be the economic ties. Pakistan-China relations brought the idea of China-Pakistan Economic Corridor this is now growing to be regional economic cooperation by joining of middle east. Hence, globalization renders

International cooperation which in turn grows to be economic yielder for the nation.

Globalization aids the free flow of people around the world. This policies of globalization aids the businesses to hire employees best fit for their job from around the world. On the other side, it helps the people to get employment opportunities without any restriction of borders. By doing this business improves its efficiency and productivity by hiring best fit, people gets the employment and their home countries receive remittances. This proves that all the stakeholders engaged in this flow get the overall improvement in their economic realm.

Developing countries get improved opportunities with helps their economy to flourish.

Globalization renders the common platform and an opportunity to nation to call in their competitive advantage. Bangladesh has utilized this opportunity at its best. Country having a competitive advantage in the garment industry employed women workforce and provided a set stage to export giant to outsource their manufacturing from Bangladesh. This helped Bangladesh to utilize their idle workforce along with its competitive advantage in garment to get big brands like Next and Primark's manufacturing unit in Bangladesh. By doing this Bangladesh has uplifted overall economy of the country.

Globalisation helps in setting global standards which helps countries to train and implement strategies to achieve economic growth. Quality is the key to the product, International Organization

for standardization is responsible for maintaining quality of products ~~around~~ the ~~world~~. ~~Product~~ which has their quality assessed by ISO get more ~~demand~~ in the International market. Pakistani mangoes and ~~Panaspati~~ rice which are ISO certified and holds the significant portion in overall agriculture exports.

having discussed the prospects of globalization which helps the ~~na~~ ~~ions~~ to achieve economic growth. Below are given the element which discourages the globalization which in turn make the economic growth to struggle.

Global conflicts around the world has ~~halt~~ globalization as well as economic growth of the countries. Globalisation is based on the concept of ~~cooperation~~ and war break the ~~cooperation~~

which not only impact the economy <sup>of country</sup> but also the economy of the region. Russia - Ukraine war was the result in sanction of Russia and the contribution of Russia and Ukraine both halted in global market which raised the prices specially of those supplied by Russia and Ukraine i.e. fossil fuels.

Moreover, regular supply chain disruption is another barrier of globalization which significantly decrease the potential of economic growth. Disruption of supply chain increases the transit and holding cost along with opportunity cost bear borne by business which significantly increases the cost of final product that diminish the purchasing power of consumer hence low economic activity.

Globalization is also impacted by ~~adoption of protectionist policy~~ which decrease the economic growth of countries. Such as America under ~~Tariffs~~ follows the policy of protectionism which restricts other countries and on some extent put barrier on imported products in America by imposing higher tariffs. As America will not be purchasing goods they will pile up and pour the market with excessive supply which decrease the price of products in severe cases to even lower than its cost. Which brings overall loss to the economy of exporters to America.

Further more, developing countries have limited resources as well as resource mismanagement which restrict them to get benefits of globalization. Such as Pakistan has harnessed nothing more from

globalization as it lags behind in the capabilities required for the designation of an export country. Most of the African countries have same fate as Pakistan. Therefore plugging in globalization and achieving economic growth becomes harder for developing countries with limited capabilities.

Trade war is another prominent factor which curbs the globalization. Trade wars work entirely opposite of cooperation, where countries impose more barriers on targeted region.

In the current scenario there is US-China trade war which is not impacting these respective countries but the global trade as well.

Trade wars limits the trade between countries and resultantly economic growth specially of exporting countries is halted.

Above discussed are some challenges faced by globalization

which eventually hurts the economic growth. Following are some solutions to economic challenges faced by globalization in attaining the economic growth.

Global cooperation and collaboration is the key in reaching the full potential of globalization. Trade wars and global conflicts which hurts the most can be solved through mutual policies of cooperation and collaboration between countries on economic joint venture the best fit example of cooperation is Pakistan. CPSC, TAPI and IP are one of few examples of countries cooperation and collaboration.

World trade organization have to play its part in imposing and implementing international trade policies such as free trade agreement in the past. WTO also have to mediate between the countries currently engaged



in trade wars and global conflict. Introduce new policies which sanction the aggressor of trade wars. Organization should also enhance the prospect of its operations.

Developing countries should ~~to provide equity and balance~~ in globalization. Developed countries as well as international and regional organization should assist developing countries in uplifting their potential which should help them to balance the trade with its trading partners to avoid any unnecessary deficits of the monetary value.

In conclusion, globalization is the key to economic growth. globalization enables countries to expand their export destinations to diversify their export markets. which also opens the scope of

excessive production as marginal cost principle suggest with each marginal cost comes the ~~marginal~~ revenue. Countries also utilize their youth bulge by ~~providing~~ job opportunities abroad. Globalization creates free markets which harness the economic growth for the countries. However, these benefits comes with cost as global conflicts, trade wars and supply chain disruption when happens send significant loss to the economic growth, globalization has remained prominent factors of economic growth since the start of the economic activities.

---

---