

Activity 1: Guess the correct Trade Policy

Read each situation carefully and guess **which international trade policy** it represents.

Free Trade Policy , Trade Agreement Policy , Embargo Policy, Tariff Policy, Import Regulation Policy, Quota Policy, Subsidy Policy, Economic Union Policy, Export Promotion Policy, Protectionism Policy

1. The government bans the import of products from another country for political reasons.

→ **Answer:**

2. The government gives money to local farmers to support domestic production.

→ **Answer:**

3. Several countries sign an agreement to make trade easier between them.

→ **Answer:**

4. The government puts a high tax on imported cars to protect local industries.

→ **Answer:**

5. The country limits the amount of imported rice allowed each year.

→ **Answer:**

6. The government allows all goods to move freely between countries without taxes or limits.

→ **Answer:**

7. A group of countries creates one common market to trade freely and use the same rules.

→ **Answer:**

8. The government encourages local companies to export their products abroad by giving them rewards or support.

→ **Answer:**

9. The government sets a minimum price for imported goods to protect local producers from cheap imports.

→ **Answer:**

10. A country uses high taxes on foreign goods to make its own products more competitive.

→ **Answer:**