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You have already studied ‘Geography as a Discipline’ in Chapter I of the book, *Fundamentals of Physical Geography* (NCERT, 2006). Do you recall the contents? This chapter has broadly covered and introduced you to the nature of geography. You are also acquainted with the important branches that sprout from the body of geography. If you re-read the chapter you will be able to recall the link of human geography with the mother discipline i.e. geography. As you know geography as a field of study is integrative, empirical, and practical. Thus, the reach of geography is extensive and each and every event or phenomenon which varies over space and time can be studied geographically. How do you see the earth’s surface? Do you realise that the earth comprises two major components: nature (physical environment) and life forms including human beings? Make a list of physical and human components of your surroundings. Physical geography studies physical environment and human geography studies “the relationship between the physical/natural and the human worlds, the spatial distributions of human phenomena and how they come about, the social and economic differences between different parts of the world”.¹

You are already aware of the fact that the core concern of geography as a discipline is to understand the earth as home of human beings and to study all those elements which have sustained them. Thus, emphasis is on study of nature and human beings. You will realise that geography got subjected to dualism and the wide-ranging debates started whether geography as a discipline should be a law making/theorising (nomothetic) or descriptive (idiographic). Whether its subject matter should be organised and approach of the study should be regional or systematic? Whether geographical phenomena be interpreted theoretically or through historic-institutional approach? These have been issues for intellectual exercise but finally you will appreciate that the dichotomy between physical and human is not a very valid one because nature and human are inseparable elements and should be seen holistically. It is interesting to note that both physical and human

phenomena are described in metaphors using symbols from the human anatomy.

We often talk of the ‘face’ of the earth, ‘eye’ of the storm, ‘mouth’ of the river, ‘snout’ (nose) of the glacier, ‘neck’ of the isthmus and ‘profile’ of the soil. Similarly, regions, villages, towns have been described as ‘organisms’. German geographers describe the ‘state/country’ as a ‘living organism’. Networks of road, railways and waterways have often been described as “arteries of circulation”. Can you collect such terms and expressions from your own language? The basic questions now arises, can we separate nature and human when they are so intricately intertwined?

**Human Geography Defined**

- “Human geography is the synthetic study of relationship between human societies and earth’s surface”.  
  Ratzel

  *Synthesis has been emphasised in the above definition.*

- “Human geography is the study of “the changing relationship between the unresting man and the unstable earth.”
  
  Ellen C. Semple

  *Dynamism in the relationship is the keyword in Semple’s definition.*

- “Conception resulting from a more synthetic knowledge of the physical laws governing our earth and of the relations between the living beings which inhabit it”.
  
  Paul Vidal de la Blache

  *Human geography offers a new conception of the interrelationships between earth and human beings.*

**NATURE OF HUMAN GEOGRAPHY**

Human geography studies the inter-relationship between the physical environment and socio-cultural environment created by human beings through mutual interaction with each other. You have already studied the elements of physical environment in class XI in the book entitled *Fundamentals of Physical Geography* (NCERT 2006). You know that these elements are landforms, soils, climate, water, natural vegetation and diverse flora and fauna. Can you make a list of elements which human beings have created through their activities on the stage provided by the physical environment? Houses, villages, cities, road-rail networks, industries, farms, ports, items of our daily use and all other elements of material culture have been created by human beings using the resources provided by the physical environment. While physical environment has been greatly modified by human beings, it has also, in turn, impacted human lives.

**Naturalisation of Humans and Humanisation of Nature**

Human beings interact with their physical environment with the help of technology. It is not important what human beings produce and create but it is extremely important ‘with the help of what tools and techniques do they produce and create’.

Technology indicates the level of cultural development of society. Human beings were able to develop technology after they developed better understanding of natural laws. For example, the understanding of concepts of friction and heat helped us discover fire. Similarly, understanding of the secrets of DNA and genetics enabled us to conquer many diseases. We use the laws of aerodynamics to develop faster planes. You can see that knowledge about Nature is extremely important to develop technology and technology loosens the shackles of environment on human beings. In the early stages of their interaction with their natural environment humans were greatly influenced by it. They adapted to the dictates of Nature. This is so because the level of technology was very low and the stage of human social development was also primitive. This type of interaction between primitive human society and strong forces of nature was termed as environmental determinism. At that stage of very low technological development we can imagine the presence of a naturalised human, who listened to Nature, was afraid of its fury and worshipped it.
The Naturalisation of Humans

Benda lives in the wilds of the Abujh Maad area of central India. His village consists of three huts deep in the wilds. Not even birds or stray dogs that usually crowd villages can be seen in these areas. Wearing a small loin cloth and armed with his axe he slowly surveys the penda (forest) where his tribe practices a primitive form of agriculture called shifting cultivation. Benda and his friends burn small patches of forest to clear them for cultivation. The ash is used for making the soil fertile. Benda is happy that the Mahua trees around him are in bloom. How lucky I am to be a part of this beautiful universe, he thinks as he looks up to see the Mahua, Palash and Sal trees that have sheltered him since childhood. Crossing the penda in a gliding motion, Benda makes his way to a stream. As he bends down to scoop up a palmful of water, he remembers to thank Loi-Lugi, the spirit of the forest for allowing him to quench his thirst. Moving on with his friends, Benda chews on succulent leaves and roots. The boys have been trying to collect Gajjhara and Kuchla, from the forest. These are special plants that Benda and his people use. He hopes the spirits of the forest will be kind and lead him to these herbs. These are needed to barter in the madhai or tribal fair coming up the next full moon. He wishes he had listened more carefully. Suddenly there is a rustling of leaves. Benda and his friends know it is the outsiders who have come searching for them in the wilds. In a single fluid motion Benda and his friends disappear behind the thick canopy of trees and become one with the spirit of the forest.

The story in the box represents the direct relationship of a household belonging to an economically primitive society with nature. Read about other primitive societies which live in complete harmony with their natural environment. You will realise that in all such cases nature is a powerful force, worshipped, revered and conserved. There is direct dependence of human beings on nature for resources which sustain them. The physical environment for such societies becomes the “Mother Nature”.

The people begin to understand their environment and the forces of nature with the passage of time. With social and cultural development, humans develop better and more efficient technology. They move from a state of necessity to a state of freedom. They create possibilities with the resources obtained from the environment. The human activities create cultural landscape. The imprints of human activities are created everywhere; health resorts on highlands, huge urban sprawls, fields, orchards and pastures in plains and rolling hills, ports on the coasts, oceanic routes on the oceanic surface and satellites in the space. The earlier scholars termed this as possibilism. Nature provides opportunities and human being make use of these and slowly nature gets humanised and starts bearing the imprints of human endeavour.

Humanisation of Nature

Winters in the town of Trondheim mean fierce winds and heavy snow. The skies are dark for months. Kari drives to work in the dark at 8 am. She has special tyres for the winter and keeps the headlights of her powerful car switched on. Her office is artificially heated at a comfortable 23 degrees Celsius. The campus of the university she works in is built under a huge glass dome. This dome keeps the snow out in winter and lets in the sunshine in the summer. The temperature is controlled carefully and there is adequate lighting. Even though fresh vegetables and plants don’t grow in such harsh weather, Kari keeps an orchid on her desk and enjoys eating tropical fruits like banana and kiwi. These are flown in from warmer areas regularly. With a click of the mouse, Kari can network with colleagues in New Delhi. She frequently takes a morning flight to London and returns in the evening in time to watch her favourite television serial. Though Kari is fifty-eight years old, she is fitter and looks younger than many thirty-year-olds in other parts of the world.
Can you imagine what has made such a life style possible? It is technology that has allowed the people of Trondheim and others to overcome the constraints imposed by nature. Do you know about some other such instances? Such examples are not difficult to find.

A geographer, Griffith Taylor introduced another concept which reflects a middle path (Madhyam Marg) between the two ideas of environmental determinism and possibilism. He termed it as Neodeterminism or stop and go determinism. Those of you who live in cities and those who have visited a city, might have seen that traffic is regulated by lights on the cross-roads. Red light means 'stop', amber light provides a gap between red and green lights 'to get set' and green light means 'go'. The concept shows that neither is there a situation of absolute necessity (environmental determinism) nor is there a condition of absolute freedom (possibilism). It means that human beings can conquer nature by obeying it. They have to respond to the red signals and can proceed in their pursuits of development when nature permits the modifications. It means that possibilities can be created within the limits which do not damage the environment and there is no free run without accidents. The free run which the developed economies attempted to take has already resulted in the green house effect, ozone layer depletion, global warming, receding glaciers and degrading lands. The neo-determinism conceptually attempts to bring a balance nullifying the 'either or' dichotomy.

**Human Geography through the Corridors of Time**

The process of adaptation, adjustment with and modification of the environment started with the appearance of human beings over the surface of the earth in different ecological niches. Thus, if we imagine the beginning of human geography with the interaction of environment and human beings, it has its roots deep in history. Thus, the concerns of human geography have a long temporal continuum though the approaches to articulate them have changed over time. This dynamism in approaches and thrusts shows the vibrant nature of the discipline. Earlier there was little interaction between different societies and the knowledge about each other was limited. Travellers and explorers used to disseminate information about the areas of their visits. Navigational skills were not developed and voyages were fraught with dangers. The late fifteenth century witnessed attempts of explorations in Europe and slowly the myths and mysteries about countries and people started to open up. The colonial period provided impetus to further explorations in order to access the resources of the regions and to obtain inventorised information. The intention here is not to present an in-depth historical account but to make you aware of the processes of steady development of human geography. The summarised Table 1.1 will introduce you to the broad stages and the thrust of human geography as a sub-field of geography.

| **Welfare or humanistic school of thought** in human geography was mainly concerned with the different aspects of social well-being of the people. These included aspects such as housing, health and education. Geographers have already introduced a paper as Geography of Social well-being in the Post Graduate curriculum. |
| **Radical school of thought employed Marxian theory to explain the basic cause of poverty, deprivation and social inequality. Contemporary social problems were related to the development of capitalism.** |
| **Behavioural school of thought laid great emphasis on lived experience and also on the perception of space by social categories based on ethnicity, race and religion, etc.** |

**Fields and Sub-fields of Human Geography**

Human geography, as you have seen, attempts to explain the relationship between all elements of human life and the space they occur over. Thus, human geography assumes a highly inter-disciplinary nature. It develops close
Table 1.1: Broad Stages and Thrust of Human Geography

<table>
<thead>
<tr>
<th>Period</th>
<th>Approaches</th>
<th>Broad Features</th>
</tr>
</thead>
<tbody>
<tr>
<td>Colonial period</td>
<td>Exploration and description</td>
<td>Imperial and trade interests prompted the discovery and exploration of new areas. An encyclopaedic description of the area formed an important aspect of the geographer's account.</td>
</tr>
<tr>
<td>Colonial period</td>
<td>Regional analysis</td>
<td>Elaborate description of all aspects of a region were undertaken. The idea was that all the regions were part of a whole, i.e. (the earth); so, understanding the parts in totality would lead to an understanding of the whole.</td>
</tr>
<tr>
<td>1930s through the inter-War period</td>
<td>Areal differentiation</td>
<td>The focus was on identifying the uniqueness of any region and understanding how and why it was different from others.</td>
</tr>
<tr>
<td>Late 1950s to the late 1960s</td>
<td>Spatial organisation</td>
<td>Marked by the use of computers and sophisticated statistical tools. Laws of physics were often applied to map and analyse human phenomena. This phase was called the quantitative revolution. The main objective was to identify mappable patterns for different human activities.</td>
</tr>
<tr>
<td>1970s</td>
<td>Emergence of humanistic, radical and behavioural schools</td>
<td>Discontentment with the quantitative revolution and its dehumanised manner of doing geography led to the emergence of three new schools of thought of human geography in the 1970s. Human geography was made more relevant to the socio-political reality by the emergence of these schools of thought. Consult the box below to know a little bit more about these schools of thought.</td>
</tr>
<tr>
<td>1990s</td>
<td>Post-modernism in geography</td>
<td>The grand generalisations and the applicability of universal theories to explain the human conditions were questioned. The importance of understanding each local context in its own right was emphasised.</td>
</tr>
</tbody>
</table>

interface with other sister disciplines in social sciences in order to understand and explain human elements on the surface of the earth. With the expansion of knowledge, new sub-fields emerge and it has also happened to human geography. Let us examine these fields and sub-fields of Human Geography (Table 1.2).

You would have noticed that the list is large and comprehensive. It reflects the expanding realm of human geography. The boundaries between sub-fields often overlap. What follows in this book in the form of chapters will provide you a fairly widespread coverage of different aspects of human geography. The exercises, the activities and the case studies will provide you with some empirical instances so as to have a better understanding of its subject matter.
Table 1.2: Human Geography and Sister Disciplines of Social Sciences

<table>
<thead>
<tr>
<th><strong>Fields of Human Geography</strong></th>
<th><strong>Sub-fields</strong></th>
<th><strong>Interface with Sister Disciplines of Social Sciences</strong></th>
</tr>
</thead>
<tbody>
<tr>
<td>Social Geography</td>
<td>—</td>
<td>Social Sciences – Sociology</td>
</tr>
<tr>
<td></td>
<td>Behavioural Geography</td>
<td>Psychology</td>
</tr>
<tr>
<td></td>
<td>Geography of Social Well-being</td>
<td>Welfare Economics</td>
</tr>
<tr>
<td></td>
<td>Geography of Leisure</td>
<td>Sociology</td>
</tr>
<tr>
<td></td>
<td>Cultural Geography</td>
<td>Anthropology</td>
</tr>
<tr>
<td></td>
<td>Gender Geography</td>
<td>Sociology, Anthropology, Women’s Studies</td>
</tr>
<tr>
<td></td>
<td>Historical Geography</td>
<td>History</td>
</tr>
<tr>
<td></td>
<td>Medical Geography</td>
<td>Epidemiology</td>
</tr>
<tr>
<td>Urban Geography</td>
<td>—</td>
<td>Urban Studies and Planning</td>
</tr>
<tr>
<td>Political Geography</td>
<td>—</td>
<td>Political Science</td>
</tr>
<tr>
<td></td>
<td>Electoral Geography</td>
<td>Psephology</td>
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<tr>
<td></td>
<td>Military Geography</td>
<td>Military Science</td>
</tr>
<tr>
<td>Population Geography</td>
<td>—</td>
<td>Demography</td>
</tr>
<tr>
<td>Settlement Geography</td>
<td>—</td>
<td>Urban/Rural Planning</td>
</tr>
<tr>
<td>Economic Geography</td>
<td>—</td>
<td>Economics</td>
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<tr>
<td></td>
<td>Geography of Resources</td>
<td>Resource Economics</td>
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<td></td>
<td>Geography of Agriculture</td>
<td>Agricultural Sciences</td>
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<tr>
<td></td>
<td>Geography of Industries</td>
<td>Industrial Economics</td>
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<td></td>
<td>Geography of Marketing</td>
<td>Business Studies, Economics, Commerce</td>
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<tr>
<td></td>
<td>Geography of Tourism</td>
<td>Tourism and Travel Management</td>
</tr>
<tr>
<td></td>
<td>Geography of International Trade</td>
<td>International Trade</td>
</tr>
</tbody>
</table>

EXERCISES

1. Choose the right answer from the four alternatives given below.
   (i) Which one of the following statements does not describe geography?
       (a) an integrative discipline
       (b) study of the inter-relationship between humans and environment
(c) subjected to dualism
(d) not relevant in the present time due to the development of technology.

(ii) Which one of the following is not a source of geographical information?
(a) traveller’s accounts
(b) old maps
(c) samples of rock materials from the moon
(d) ancient epics

(iii) Which one of the following is the most important factor in the interaction between people and environment?
(a) human intelligence (c) technology
(b) people’s perception (d) human brotherhood

(iv) Which one of the following is not an approach in human geography?
(a) Areal differentiation (c) Quantitative revolution
(b) Spatial organisation (d) Exploration and description

2. Answer the following questions in about 30 words.
(i) Define human geography.
(ii) Name some sub-fields of human geography.
(iii) How is human geography related to other social sciences?

3. Answer the following questions in not more than 150 words.
(i) Explain naturalisation of humans.
(ii) Write a note on the scope of human geography.
The people of a country are its real wealth. It is they who make use of the country’s resources and decide its policies. Ultimately a country is known by its people.

It is important to know how many women and men a country has, how many children are born each year, how many people die and how? Whether they live in cities or villages, can they read or write and what work do they do? These are what you will study about in this unit.

The world at the beginning of 21st century recorded the presence of over 6 billion population. We shall discuss the patterns of their distribution and density here.

Why do people prefer to live in certain regions and not in others?

The population of the world is unevenly distributed. The remark of George B. Cressey about the population of Asia that “Asia has many places where people are few and few place where people are very many” is true about the pattern of population distribution of the world also.

PATTERNS OF POPULATION DISTRIBUTION IN THE WORLD

Patterns of population distribution and density help us to understand the demographic characteristics of any area. The term population distribution refers to the way people are spaced over the earth’s surface. Broadly, 90 per cent of the world population lives in about 10 per cent of its land area.

The 10 most populous countries of the world contribute about 60 per cent of the world’s population. Of these 10 countries, 6 are located in Asia. Identify these six countries of Asia.

Not gold but only (Wo)men can make a people great and strong.

(Wo)men who for truth and honour’s sake, stand fast and suffer long (Wo)men who toil while others sleep – who dare while others flee – they build a nation’s pillars deep and lift it to the sky.

Ralph Waldo Emerson
DENSITY OF POPULATION

Each unit of land has limited capacity to support people living on it. Hence, it is necessary to understand the ratio between the numbers of people to the size of land. This ratio is the density of population. It is usually measured in persons per sq km.

\[
\text{Density of Population} = \frac{\text{Population}}{\text{Area}}
\]

For example, area of Region X is 100 sq km and the population is 1,50,000 persons. The density of population is calculated as:

\[
\text{Density} = \frac{1,50,000}{100} = 1,500 \text{ person/sq km}
\]

What does this tell you about Region X?

Look at the map given below:

Do you observe that some areas are really crowded? These are the densely populated parts of the world with more than 200 persons on every sq km. These are the North-Eastern part of U.S.A., North-Western part of Europe, South, South-East and East Asia.

Other areas like those near the North and South Poles, the hot and the cold deserts and high rainfall zones near the Equator have very low density of population. These are the sparsely populated regions of the world with less than 01 person per sq km.

In between these two types are the areas of medium density. There are 11 to 50 persons per sq km in these areas. Western China, Southern India in Asia, Norway, Sweden in Europe are some examples. Look at the Fig. 2.2 and identify some other areas.

FACTORS INFLUENCING THE DISTRIBUTION OF POPULATION

I. Geographical Factors

(i) Availability of water: It is the most important factor for life. So, people prefer...
to live in areas where fresh water is easily available. Water is used for drinking, bathing and cooking – and also for cattle, crops, industries and navigation. It is because of this that river valleys are among the most densely populated areas of the world.

(ii) **Landforms**: People prefer living on flat plains and gentle slopes. This is because such areas are favourable for the production of crops and to build roads and industries. The mountainous and hilly areas hinder the development of transport network and hence initially do not favour agricultural and industrial development. So, these areas tend to be less populated. The Ganga plains are among the most densely populated areas of the world while the mountains zones in the Himalayas are scarcely populated.

(iii) **Climate**: An extreme climate such as very hot or cold deserts are uncomfortable for human habitation. Areas with a comfortable climate, where there is not much seasonal variation attract more people. Areas with very heavy rainfall or extreme and harsh climates have low population. Mediterranean regions were inhabited from early periods in history due to their pleasant climate.

(iv) **Soils**: Fertile soils are important for agricultural and allied activities. Therefore, areas which have fertile loamy soils have more people living on them as these can support intensive agriculture. Can you name some areas in India which are thinly populated due to poor soils?

### II. Economic Factors

(i) **Minerals**: Areas with mineral deposits attract industries. Mining and industrial activities generate employment. So, skilled and semi–skilled workers move to these areas and make them densely populated. Katanga Zambia copper belt in Africa is one such good example.

(ii) **Urbanisation**: Cities offer better employment opportunities, educational and medical facilities, better means of transport and communication. Good civic amenities and the attraction of city life draw people to the cities. It leads to rural to urban migration and cities grow in size. Mega cities of the world continue to attract large number of migrants every year.

(iii) **Industrialisation**: Industrial belts provide job opportunities and attract large numbers of people. These include not just factory workers but also transport operators, shopkeepers, bank employees, doctors, teachers and other service providers. The Kobe-Osaka region of Japan is thickly populated because of the presence of a number of industries.

### III. Social and Cultural Factors

Some places attract more people because they have religious or cultural significance. In the same way – people tend to move away from places where there is social and political unrest. Many a times governments offer incentives to people to live in sparsely populated areas or move away from overcrowded places. Can you think of some examples from your region?

### POPULATION GROWTH

The population growth or population change refers to the change in number of inhabitants of a territory during a specific period of time. This change may be positive as well as negative. It can be expressed either in terms of absolute numbers or in terms of percentage. Population change in an area is an important indicator of economic development, social upliftment and historical and cultural background of the region.

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Some Basic Concepts of Population Geography

_Growth of Population_ : Change of population in particular area between two points of time is known as growth of
population. For example, if we deduct the population of India 1991 (84.63 crore) from population of 2001 (102.70 crore) then we shall get the growth of population (18.07 crores) in actual numbers.

**Growth Rate of Population**: This is the change of population expressed in percentage.

**Natural Growth of Population**: This is the population increased by difference between births and deaths in a particular region between two points of time.

\[ \text{Natural Growth} = \text{Births} - \text{Deaths} \]

**Actual Growth of Population**: This is

\[ \text{Actual Growth} = \text{Births} - \text{Deaths} + \text{In Migration} - \text{Out Migration} \]

**Positive Growth of Population**: This happens when the birth rate is more than the death rate between two points of time or when people from other countries migrate permanently to a region.

**Negative Growth of Population**: If the population decreases between two points of time it is known as negative growth of population. It occurs when the birth rate falls below the death rate or people migrate to other countries.

### Components of Population Change

There are three components of population change—births, deaths and migration.

The crude birth rate (CBR) is expressed as number of live births in a year per thousand of women. It is calculated as:

\[ \text{CBR} = \frac{\text{Bi}}{\text{P}} \times 1000 \]

Here, CBR = Crude Birth Rate; Bi = live births during the year; P = Mid year population of the area.

Death rate plays an active role in population change. Population growth occurs not only by increasing births rate but also due to decreasing death rate. Crude Death Rate (CDR) is a simple method of measuring mortality of any area. CDR is expressed in terms of number of deaths in a particular year per thousand of population in a particular region.

\[ \text{CDR} = \frac{\text{D}}{\text{P}} \times 1000 \]

Here, CDR = Crude Death Rate; D = Number of deaths; P = Estimated mid-year population of that year.

By and large mortality rates are affected by the region’s demographic structure, social advancement and levels of its economic development.

### Migration

Apart from birth and death there is another way by which the population size changes.

When people move from one place to another, the place they move from is called the **Place of Origin** and the place they move to is called the **Place of Destination**. The place of origin shows a decrease in population while the population increases in the place of destination. Migration may be interpreted as a spontaneous effort to achieve a better balance between population and resources.

Migration may be permanent, temporary or seasonal. It may take place from rural to rural areas, rural to urban areas, urban to urban areas and urban to rural areas.

Do you realise that the same person is both an immigrant and an emigrant?

**Immigration**: Migrants who move into a new place are called Immigrants.

**Emigration**: Migrants who move out of a place are called Emigrants.

People migrate for a better economic and social life. There are two sets of factors that influence migration.

The **Push** factors make the place of origin seem less attractive for reasons like unemployment, poor living conditions, political turmoil, unpleasant climate, natural disasters, epidemics and socio-economic backwardness.

The **Pull** factors make the place of destination seem more attractive than the place
Activity

Observe the news items and think of some reasons why certain countries become attractive destinations for migrants.

Migration to cities are traditionally age and sex selective i.e. more men of working age groups move to cities. Can you think of some reason why 22 per cent of migrants to Mumbai are kids?

TRENDS IN POPULATION GROWTH

The population on the earth is more than six billion. It has grown to this size over centuries. In the early periods population of the world grew very slowly. It is only during the last few hundred years that population has increased at an alarming rate.

Fig. 2.3 tells the story of population growth. After the evolution and introduction of agriculture about 8,000 to 12,000 years ago, the size of population was small – roughly 8 million. In the first century A.D. it was below 1 billion.

- Technological revolutions
  - 1650 to present
  - Information and computers
  - Biotechnology
  - Sanitation and Medical
  - Transportation
  - Industrial

Fig. 2.3: Resource, Technology and Population Growth

1 billion 1830
2 billion 1930
3 billion 1960
4 billion 1975
5 billion 1987
6 billion 1999

Number of years for world population to increase by 1 billion
- 1 billion 1830 (100 years)
- 2 billion 1930 (100 years)
- 3 billion 1960 (30 years)
- 4 billion 1975 (15 years)
- 5 billion 1987 (12 years)
- 6 billion 1999 (12 years)
300 million. The expanding world trade during the sixteenth and seventeenth century, set the stage for rapid population growth. Around 1750, at the dawn of the Industrial Revolution, the world population was 550 million. World population exploded in the eighteenth century after the Industrial Revolution. Technological advancement achieved so far helped in the reduction of birth rate and provided a stage for accelerated population growth.

### How Science and Technology helped Population Growth?

The steam engine replaced human and animal energy and also provided mechanised energy of water and wind. This increased agricultural and industrial production.

Inoculation against epidemics and other communicable diseases, improvement in medical facilities and sanitation contributed to a rapid decline in death rates throughout the world.

### Do You Know

Human population increased more than ten times in the past 500 hundred years.

In the twentieth century itself the population has increased four times.

Nearly 80 million people are added each year.

### Doubling Time of World Population

It took more than a million years for the human population to attain the one billion mark. But it took only 12 years for it to rise from 5 billion to 6 billion. See the Table 2.1 carefully which shows that doubling time of world population is reducing fast.

There is a great variation among regions in doubling their population. Table 2.2 shows that developed countries are taking more time to double their population as compared to developing countries. Most of the population growth is taking place in the developing world, where population is exploding. Why is this so?

### Table 2.1: Doubling Time of World Population

<table>
<thead>
<tr>
<th>Period</th>
<th>Population</th>
<th>Time in which Population Doubles</th>
</tr>
</thead>
<tbody>
<tr>
<td>10,000 B.C.</td>
<td>5 million</td>
<td>1,500 years</td>
</tr>
<tr>
<td>1650 A.D.</td>
<td>500 million</td>
<td>200 years</td>
</tr>
<tr>
<td>1850 A.D.</td>
<td>1,000 million</td>
<td>80 years</td>
</tr>
<tr>
<td>1930 A.D.</td>
<td>2,000 million</td>
<td>45 years</td>
</tr>
<tr>
<td>1975 A.D.</td>
<td>4,000 million</td>
<td>37 years</td>
</tr>
<tr>
<td>2012 A.D.</td>
<td>8,000 million</td>
<td>projected figure</td>
</tr>
</tbody>
</table>

### Table 2.2: Population Growth Rates (%) 1995-2000

<table>
<thead>
<tr>
<th>High</th>
<th>Low</th>
</tr>
</thead>
<tbody>
<tr>
<td>Liberia</td>
<td>Latvia</td>
</tr>
<tr>
<td>Somalia</td>
<td>Latvia</td>
</tr>
<tr>
<td>Yemen</td>
<td>Russia, Ukraine</td>
</tr>
<tr>
<td>Saudi Arabia</td>
<td>Albania, Bulgaria</td>
</tr>
<tr>
<td>Oman</td>
<td>Croatia</td>
</tr>
<tr>
<td></td>
<td>Slovania, Czech Republic</td>
</tr>
<tr>
<td></td>
<td>Germany, Portugal</td>
</tr>
<tr>
<td></td>
<td>Spain, Italy</td>
</tr>
<tr>
<td></td>
<td>Denmark</td>
</tr>
</tbody>
</table>

### Spatial Pattern of Population Change

Population growth in different parts of the world can be compared. The growth of population is low in developed countries as compared to developing countries. There is negative correlation between economic development and population growth.

Although the annual rate of population change (1.4 per cent) seems to be low (Table 2.3), it is actually not so. This is because:

- When a small annual rate is applied to a very large population, it will lead to a large population change.
Even if the growth rate continues to decline, the total population grows each year. The infant mortality rate may have increased as has the death rate during childbirth.

Table 2.3: Growth of Population 2004-05 over 1990-95

<table>
<thead>
<tr>
<th>Region</th>
<th>Growth Rate</th>
<th>1990-95</th>
<th>2004-05 (Estimated)</th>
</tr>
</thead>
<tbody>
<tr>
<td>World</td>
<td>1.6</td>
<td>1.4</td>
<td></td>
</tr>
<tr>
<td>Africa</td>
<td>2.4</td>
<td>2.6</td>
<td></td>
</tr>
<tr>
<td>Europe</td>
<td>0.2</td>
<td>0.0</td>
<td></td>
</tr>
<tr>
<td>North &amp; Central America</td>
<td>1.4</td>
<td>1.1</td>
<td></td>
</tr>
<tr>
<td>South America</td>
<td>1.7</td>
<td>1.4</td>
<td></td>
</tr>
<tr>
<td>Asia</td>
<td>1.6</td>
<td>1.4</td>
<td></td>
</tr>
<tr>
<td>Oceania (Australia, New Zealand and Fiji)</td>
<td>1.5</td>
<td>1.3</td>
<td></td>
</tr>
</tbody>
</table>

**IMPACT OF POPULATION CHANGE**

A small increase in population is desirable in a growing economy. However, population growth beyond a certain level leads to problems. Of these the depletion of resources is the most serious. Population decline is also a matter of concern. It indicates that resources that had supported a population earlier are now insufficient to maintain the population.

The deadly HIV/AIDS epidemics in Africa and some parts of the Commonwealth of Independent States (CIS) and Asia have pushed up death rates and reduced average life expectancy. This has slowed down population growth.

The Doubling Story... It will take 36 years

The annual population growth rate in India is 1.9 per cent. At this rate India’s population of over 1 billion will double in 36 years. Some developed countries will take 318 years to double their population whereas some countries still do not show symptoms of doubling their population.
DEMOGRAPHIC TRANSITION

Demographic transition theory can be used to describe and predict the future population of any area. The theory tells us that population of any region changes from high births and high deaths to low births and low deaths as society progresses from rural agrarian and illiterate to urban industrial and literate society. These changes occur in stages which are collectively known as the demographic cycle.

The Fig. 2.5 explains the three-staged model of Demographic Transition Theory:

![Demographic Transition Model]

**Fig. 2.5: Demographic Transition Theory**

The first stage has high fertility and high mortality because people reproduce more to compensate for the deaths due to epidemics and variable food supply. The population growth is slow and most of the people are engaged in agriculture where large families are an asset. Life expectancy is low, people are mostly illiterate and have low levels of technology. Two hundred years ago all the countries of the world were in this stage.

Fertility remains high in the beginning of second stage but it declines with time. This is accompanied by reduced mortality rate. Improvements in sanitation and health conditions lead to decline in mortality. Because of this gap the net addition to population is high.

In the last stage, both fertility and mortality decline considerably. The population is either stable or grows slowly. The population becomes urbanised, literate and has high technical know-how and deliberately controls the family size.

This shows that human beings are extremely flexible and are able to adjust their fertility.

In the present day, different countries are at different stages of demographic transition.

POPULATION CONTROL MEASURES

Family planning is the spacing or preventing the birth of children. Access to family planning services is a significant factor in limiting population growth and improving women's health. Propaganda, free availability of contraceptives and tax disincentives for large families are some of the measures which can help population control.

Thomas Malthus in his theory (1793) stated that the number of people would increase faster than the food supply. Any further increase would result in a population crash caused by famine, disease and war. The preventive checks are better than the physical checks. For the sustainability of our resources, the world will have to control the rapid population increase.
1. Choose the right answer from the four alternatives given below.
   (i) Which one of the following continents has the highest growth of population?
       (a) Africa (c) Asia
       (b) South America (d) North America
   (ii) Which one of the following is not an area of sparse population?
       (a) The Atacama (c) Equatorial region
       (b) South-east Asia (d) Polar regions
   (iii) Which one of the following is not a push factor?
       (a) Water shortage (c) Unemployment
       (b) Medical/educational facilities (d) Epidemics
   (iv) Which one of the following is not a fact?
       (a) Human population increased more than ten times during the past 500 years.
       (b) Nearly 80 million people are added to the world population each year.
       (c) It took 100 years for the population to rise from 5 billion to 6 billion.
       (d) Population growth is high in the first stage of demographic transition?

2. Answer the following questions in about 30 words.
   (i) Name three geographical factors that influence the distribution of population.
   (ii) There are a number of areas with high population density in the world. Why does this happen?
   (iii) What are the three components of population change?

3. Distinguish between:
   (i) Birth rate and death rate.
   (ii) Push factors and pull factors of migration.

4. Answer the following questions in about 150 words.
   (i) Discuss the factors influencing the distribution and density of population in the world.
   (ii) Discuss the three stages of demographic transition.

Map Skill

On the outline map of the world, show and name the following.
(i) Countries of Europe and Asia with negative growth rate of population.
(ii) African countries with growth rate of population more than three per cent. (You may refer to Appendix 1).

Project/Activity

(i) Has someone in your family migrated? Write about her/his place of destination. What made her/him migrate?
(ii) Write a brief report on the distribution and density of population in your state.
People of any country are diverse in many respects. Each person is unique in her/his own way. People can be distinguished by their age, sex and their place of residence. Some of the other distinguishing attributes of the population are occupation, education and life expectancy.

**SEX COMPOSITION**

The number of women and men in a country is an important demographic characteristic. The ratio between the number of women and men in the population is called the Sex Ratio. In some countries it is calculated by using the formula:

\[
\text{Sex Ratio} = \frac{\text{Male Population}}{\text{Female Population}} \times 1000
\]

or the number of males per thousand females.

In India, the sex ratio is worked out using the formula:

\[
\text{Sex Ratio} = \frac{\text{Female Population}}{\text{Male Population}} \times 1000
\]

or the number of females per thousand males.

The sex ratio is an important information about the status of women in a country.

In regions where gender discrimination is rampant, the sex ratio is bound to be unfavourable to women. Such areas are those where the practice of female foeticide, female infanticide and domestic violence against women are prevalent. One of the reasons could be lower socio-economic status of women in these areas. You must remember that more women in the population does not mean they have a better status. It could be that the men might have migrated to other areas for employment.

---

**Natural Advantage v/s Social Disadvantage**

Females have a biological advantage over males as they tend to be more resilient than males yet this advantage is cancelled out by the social disadvantages and discriminations that they face.
On an average, the world population reflects a sex ratio of 990 females per 1000 males. The highest sex ratio in the world has been recorded in Latvia which is 1187 females per 1000 males. In contrast, the lowest sex ratio occurs in U.A.E. which is 468 females per 1000 males.

The world pattern of sex ratio does not exhibit variations in the developed regions of the world. The sex ratio is favourable for females in 139 countries of the world and unfavourable for them in the remaining 72 countries listed by the United Nations.

In general, Asia has a low sex ratio. Countries like China, India, Saudi Arabia, Pakistan, Afghanistan have a lower sex ratio. On the other extreme is greater part of Europe (including Russia) where males are in minority. A deficit of males in the populations of many European countries is attributed to better status of women, and an excessively male-dominated out-migration to different parts of the world in the past.

**Age Structure**

Age structure represents the number of people of different age groups. This is an important indicator of population composition, since a large size of population in the age group of 15-59 indicates a large working population. A greater proportion of population above 60 years represents an ageing population which requires more expenditure on health care facilities. Similarly high proportion of young population would mean that the region has a high birth rate and the population is youthful.

**Age-Sex Pyramid**

The age-sex structure of a population refers to the number of females and males in different age groups. A population pyramid is used to show the age-sex structure of the population.

The shape of the population pyramid reflects the characteristics of the population. The left side shows the percentage of males while the right side shows the percentage of women in each age group.
Declining Populations

The Japan pyramid has a narrow base and a tapered top showing low birth and death rates. The population growth in developed countries is usually zero or negative.

Data source: Demographic Year Book, 2003, United Nations Statistics Division. Excluding diplomatic personnel outside the country and foreign military and civilian personnel and their dependants stationed in the area.

Fig. 3.3: Declining Population

Activity

Draw a population pyramid of the children in your school and describe its characteristics.

Ageing Population

Population ageing is the process by which the share of the older population becomes proportionally larger. This is a new phenomenon of the twentieth century. In most of the developed countries of the world, population in higher age groups has increased due to increased life expectancy. With a reduction in birth rates, the proportion of children in the population has declined.

RURAL URBAN COMPOSITION

The division of population into rural and urban is based on the residence. This division is necessary because rural and urban life styles differ from each other in terms of their livelihood and social conditions. The age-sex-occupational structure, density of population and level of development vary between rural and urban areas.

The criteria for differentiating rural and urban population varies from country to country. In general terms rural areas are those where people are engaged in primary activities and urban areas are those when majority of the working population is engaged in non-primary activities.

Fig. 3.4 shows rural urban sex composition of selected countries. The rural and urban differences in sex ratio in Canada and West European countries like Finland are just the opposite of those in African and Asian countries like Zimbabwe and Nepal respectively. In Western countries, males outnumber females in rural areas and females outnumber the males in urban areas. In countries like Nepal, Pakistan and India the case is reverse. The excess of females in urban areas of U.S.A., Canada and Europe is the result of influx of females from rural areas to avail of the vast job opportunities. Farming in these developed countries is also highly mechanised and remains largely a male occupation. By contrast the sex ratio in Asian urban areas remains male dominated due to the predominance of male migration. It is also worth noting that in countries like India, female participation in farming activity in rural area is fairly high. Shortage of housing, high cost of living, paucity of job opportunities and lack of security in cities, discourage women to migrate from rural to urban areas.

Literacy

Proportion of literate population of a country in an indicator of its socio-economic development as it reveals the standard of living, social status of females, availability of educational facilities and policies of government. Level of economic development is both a cause and consequence of literacy. In India – literacy rate denotes the percentage of population above 7 years of age, who is able to read, write and have the ability to do arithmetic calculations with understanding.

Occupational Structure

The working population (i.e. women and men of the age group – 15 to 59) take part in various occupations ranging from agriculture, forestry,
fishing, manufacturing construction, commercial transport, services, communication and other unclassified services.

Agriculture, forestry, fishing and mining are classified as primary activities manufacturing as secondary, transport, communication and other services as tertiary and the jobs related to research and developing ideas as quaternary activities. The proportion of working population engaged in these four sectors is a good indicator of the levels of economic development of a nation. This is because only a developed economy with industries and infrastructure can accommodate more workers in the secondary, tertiary and quaternary sector. If the economy is still in the primitive stages, then the proportion of people engaged in primary activities world be high as it involves extraction of natural resources.

**EXERCISES**

1. Choose the right answer from the four alternatives given below.

   (i) Which one of the following has caused the sex ratio of the United Arab Emirates to be low?

      (a) Selective migration of male working population
      (b) High birth rate of males
      (c) Low birth rate of females
      (d) High out migration of females
(ii) Which one of the following figures represents the working age group of the population?
(a) 15 to 65 years (c) 15 to 66 years
(b) 15 to 64 years (d) 15 to 59 years
(iii) Which one of the following countries has the highest sex ratio in the world?
(a) Latvia (c) Japan
(b) United Arab Emirates (d) France

2. Answer the following questions in about 30 words.
(i) What do you understand by population composition?
(ii) What is the significance of age-structure?
(iii) How is sex-ratio measured?

3. Answer the following questions in not more than 150 words.
(i) Describe the rural-urban composition of the population.
(ii) Discuss the factors responsible for imbalances in the sex-age found in different parts of the world and occupational structure.

Project/Activity
Construct an age-sex pyramid for your district/state.
The words ‘growth’ and ‘development’ are not new to you. Look around you, almost everything that you can see (and many that you cannot) grows and develops. These may be plants, cities, ideas, nations, relationships or even you yourself! What does this mean?

Do growth and development mean the same thing? Do they accompany each other?

This chapter discusses the concept of human development as it pertains to nations and communities.

GROWTH AND DEVELOPMENT

Both growth and development refer to changes over a period of time. The difference is that growth is quantitative and value neutral. It may have a positive or a negative sign. This means that the change may be either positive (showing an increase) or negative (indicating a decrease).

Development means a qualitative change which is always value positive. This means that development cannot take place unless there is an increment or addition to the existing conditions. Development occurs when positive growth takes place. Yet, positive growth does not always lead to development. Development occurs when there is a positive change in quality.

For example, if the population of a city grows from one lakh to two lakhs over a period of time, we say the city has grown. However, if facilities like housing, provision of basic services and other characteristics remain the same, then this growth has not been accompanied by development.

Can you think of a few more examples to differentiate between growth and development?

Activity

Write a short essay or draw a set of pictures illustrating growth without development and growth with development.

For many decades, a country’s level of development was measured only in terms of its
economic growth. This meant that the bigger the economy of the country, the more developed it was considered, even though this growth did not really mean much change in the lives of most people.

The idea that the quality of life people enjoy in a country, the opportunities they have and freedoms they enjoy, are important aspects of development, is not new.

These ideas were clearly spelt out for the first time in the late eighties and early nineties. The works of two South Asian economists, Mahbub-ul-Haq and Amartya Sen are important in this regard.

The concept of human development was introduced by Dr Mahbub-ul-Haq. Dr Haq has described human development as development that enlarges people’s choices and improves their lives. People are central to all development under this concept. These choices are not fixed but keep on changing. The basic goal of development is to create conditions where people can live meaningful lives.

A meaningful life is not just a long one. It must be a life with some purpose. This means that people must be healthy, be able to develop their talents, participate in society and be free to achieve their goals.

**Do you know**

Dr Mahbub-ul-Haq and Prof Amartya Sen were close friends and have worked together under the leadership of Dr Haq to bring out the initial Human Development Reports. Both these South Asian economists have been able to provide an alternative view of development.

A man of vision and compassion, Pakistani economist Dr Mahbub-ul-Haq created the Human Development Index in 1990. According to him, development is all about enlarging people’s choices in order to lead long, healthy lives with dignity. The United Nations Development Programme has used his concept of human development to publish the Human Development Report annually since 1990.

Dr Haq’s flexibility of mind and ability to think out of the box can be illustrated from one of his speeches where he quoted Shaw saying, “You see things that are, and ask why? I dream of things that never were, and ask why not?”

Nobel Laureate Prof Amartya Sen saw an increase in freedom (or decrease in unfreedom) as the main objective of development. Interestingly, increasing freedoms is also one of the most effective ways of bringing about development. His work explores the role of social and political institutions and processes in increasing freedom.

The works of these economists are path breaking and have succeeded in bringing people to the centre of any discussion on development.
What is a Meaningful Life?

Happy Birthday Shehnaz!

Thanks Priya...

Wish me good health also!
I want to be able to complete school and go to college...

Ah!
So you want to live a meaningful life then

...I want to be able to do something, to make something of myself

Which of these lives is a meaningful life?

Who do you think leads more meaningful life? What makes one of these more meaningful than the other?
Leading a long and healthy life, being able to gain knowledge and having enough means to be able to live a decent life are the most important aspects of human development.

Therefore, access to resources, health and education are the key areas in human development. Suitable indicators have been developed to measure each of these aspects. Can you think of some?

Very often, people do not have the capability and freedom to make even basic choices. This may be due to their inability to acquire knowledge, their material poverty, social discrimination, inefficiency of institutions and other reasons. This prevents them from leading healthy lives, being able to get educated or to have the means to live a decent life.

Building people’s capabilities in the areas of health, education and access to resources is therefore, important in enlarging their choices. If people do not have capabilities in these areas, their choices also get limited.

For example, an uneducated child cannot make the choice to be a doctor because her choice has got limited by her lack of education. Similarly, very often poor people cannot choose to take medical treatment for disease because their choice is limited by their lack of resources.

**Activity**

Enact a five-minute play with your classmates showing how choices are limited due to lack of capability in the areas of either income, education or health.

**THE FOUR PILLARS OF HUMAN DEVELOPMENT**

Just as any building is supported by pillars, the idea of human development is supported by the concepts of **equity**, **sustainability**, **productivity** and **empowerment**.

Equity refers to making equal access to opportunities available to everybody. The opportunities available to people must be equal irrespective of their gender, race, income and in the Indian case, caste. Yet this is very often not the case and happens in almost every society.

For example, in any country, it is interesting to see which group the most of the school dropouts belong to. This should then lead to an understanding of the reasons for such behaviour. In India, a large number of women and persons belonging to socially and economically backward groups drop out of school. This shows how the choices of these groups get limited by not having access to knowledge.

Sustainability means continuity in the availability of opportunities. To have sustainable human development, each generation must have the same opportunities. All environmental, financial and human resources must be used keeping in mind the future. Misuse of any of these resources will lead to fewer opportunities for future generations.

A good example is about the importance of sending girls to school. If a community does not stress the importance of sending its girl children to school, many opportunities will be lost to these young women when they grow up. Their career choices will be severely curtailed and this would affect other aspects of their lives. So each generation must ensure the availability of choices and opportunities to its future generations.

Productivity here means human labour productivity or productivity in terms of human work. Such productivity must be constantly enriched by building capabilities in people. Ultimately, it is people who are the real wealth of nations. Therefore, efforts to increase their knowledge, or provide better health facilities ultimately leads to better work efficiency.

Empowerment means to have the power to make choices. Such power comes from increasing freedom and capability. Good governance and people-oriented policies are required to empower people. The empowerment of socially and economically disadvantaged groups is of special importance.

**Activity**

Talk to the vegetable vendor in your neighbourhood and find out if she has gone to school. Did she drop out of school? Why? What does this tell you about her choices and the freedom she has? Note how her opportunities were limited because of her gender, caste and income.
APPROACHES TO HUMAN DEVELOPMENT

There are many ways of looking at the problem of human development. Some of the important approaches are: (a) The income approach; (b) The welfare approach; (c) Minimum needs approach; and (d) Capabilities approach (Table 4.1).

MEASURING HUMAN DEVELOPMENT

The human development index (HDI) ranks the countries based on their performance in the key areas of health, education and access to resources. These rankings are based on a score between 0 to 1 that a country earns from its record in the key areas of human development.

The indicator chosen to assess health is the life expectancy at birth. A higher life expectancy means that people have a greater chance of living longer and healthier lives.

The adult literacy rate and the gross enrolment ratio represent access to knowledge. The number of adults who are able to read and write and the number of children enrolled in schools show how easy or difficult it is to access knowledge in a particular country.

Access to resources is measured in terms of purchasing power (in U.S. dollars).

Each of these dimensions is given a weightage of 1/3. The human development index is a sum total of the weights assigned to all these dimensions.

The closer a score is to one, the greater is the level of human development. Therefore, a score of 0.983 would be considered very high while 0.268 would mean a very low level of human development.

The human development index measures attainments in human development. It reflects what has been achieved in the key areas of human development. Yet it is not the most reliable measure. This is because it does not say anything about the distribution.

The human poverty index is related to the human development index. This index measures the shortfall in human development.

<table>
<thead>
<tr>
<th>Table 4.1: Approaches to Human Development</th>
</tr>
</thead>
<tbody>
<tr>
<td>(a) <strong>Income Approach</strong></td>
</tr>
<tr>
<td>This is one of the oldest approaches to human development. Human development is seen as being linked to income. The idea is that the level of income reflects the level of freedom an individual enjoys. Higher the level of income, the higher is the level of human development.</td>
</tr>
<tr>
<td>(b) <strong>Welfare Approach</strong></td>
</tr>
<tr>
<td>This approach looks at human beings as beneficiaries or targets of all development activities. The approach argues for higher government expenditure on education, health, social secondary and amenities. People are not participants in development but only passive recipients. The government is responsible for increasing levels of human development by maximising expenditure on welfare.</td>
</tr>
<tr>
<td>(c) <strong>Basic Needs Approach</strong></td>
</tr>
<tr>
<td>This approach was initially proposed by the International Labour Organisation (ILO). Six basic needs i.e.: health, education, food, water supply, sanitation, and housing were identified. The question of human choices is ignored and the emphasis is on the provision of basic needs of defined sections.</td>
</tr>
<tr>
<td>(d) <strong>Capability Approach</strong></td>
</tr>
<tr>
<td>This approach is associated with Prof. Amartya Sen. Building human capabilities in the areas of health, education and access to resources is the key to increasing human development.</td>
</tr>
</tbody>
</table>
It is a non-income measure. The probability of not surviving till the age of 40, the adult illiteracy rate, the number of people who do not have access to clean water, and the number of small children who are underweight are all taken into account to show the shortfall in human development in any region. Often the human poverty index is more revealing than the human development index.

Looking at both these measures of human development together gives an accurate picture of the human development situation in a country.

The ways to measure human development are constantly being refined and newer ways of capturing different elements of human development are being researched. Researchers have found links between the level of corruption or political freedom in a particular region. There is also a discussion regarding a political freedom index and, a listing of the most corrupt countries. Can you think of other links to the level of human development?

**INTERNATIONAL COMPARISONS**

International comparisons of human development are interesting. Size of the territory and per capita income are not directly related to human development. Often smaller countries have done better than larger ones in human development. Similarly, relatively poorer nations have been ranked higher than richer neighbours in terms of human development.

For example, Sri Lanka, Trinidad and Tobago have a higher rank than India in the human development index despite having smaller economies. Similarly, within India, Kerala performs much better than Punjab and Gujarat in human development despite having lower per capita income.

Countries can be classified into three groups on the basis of the human development scores earned by them (Table 4.2).

**Table 4.2: Human Development: Categories, Criteria and Countries**

<table>
<thead>
<tr>
<th>Level of Human Development</th>
<th>Score in Development Index</th>
<th>Number of Countries</th>
</tr>
</thead>
<tbody>
<tr>
<td>High</td>
<td>above 0.8</td>
<td>57</td>
</tr>
<tr>
<td>Medium</td>
<td>between 0.5 up to 0.799</td>
<td>88</td>
</tr>
<tr>
<td>Low</td>
<td>below 0.5</td>
<td>32</td>
</tr>
</tbody>
</table>

Source: Human Development Report, 2005

**Countries with High Index Value**

Countries with high human development index are those which have a score of over 0.8.
You will notice that many of these countries have been the former imperial powers. The degree of social diversity in these countries is not very high. Many of the countries with a high human development score are located in Europe and represent the industrialised western world. Yet there are striking numbers of non-European countries also who have made it to this list.

Countries with Medium Index Value

Countries with medium levels of human development form the largest group. There are a total of 88 countries in this group. Most of these are countries which have emerged in the period after the Second World War. Some countries from this group were former colonies while many others have emerged after the break up of the erstwhile Soviet Union in 1990. Many of these countries have been rapidly improving their human development score by adopting more people-oriented policies and reducing social discrimination. Most of these countries have a much higher social diversity than the countries with higher human development scores. Many in this group have faced political instability and social uprisings at some point of time in their recent history.

According to the *Human Development Report* of 2005, this group includes 57 countries. Table 4.3 shows the countries in this group.

**Table 4.3: Top Ten Countries with High Value Index**

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
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</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>Norway</td>
<td>6.</td>
<td>Sweden</td>
</tr>
<tr>
<td>2.</td>
<td>Iceland</td>
<td>7.</td>
<td>Switzerland</td>
</tr>
<tr>
<td>3.</td>
<td>Australia</td>
<td>8.</td>
<td>Ireland</td>
</tr>
<tr>
<td>4.</td>
<td>Luxembourg</td>
<td>9.</td>
<td>Belgium</td>
</tr>
<tr>
<td>5.</td>
<td>Canada</td>
<td>10.</td>
<td>United States</td>
</tr>
</tbody>
</table>

Source: Human Development Report, 2005

Try to locate these countries on a map. Can you see what these countries have in common? To find out more visit the official government websites of these countries.

Providing education and healthcare is an important government priority. Countries with higher human development are those where a lot of investment in the social sector has taken place. Altogether, a higher investment in people and good governance has set this group of countries apart from the others.

Try to find out the percentage of the country’s income spent on these sectors. Can you think of some other characteristics that these countries have in common?

What could be the reasons for India to be behind 125 countries in HDI?
Countries with Low Index Value

As many as 32 countries record low levels of human development. A large proportion of these are small countries which have been going through political turmoil and social instability in the form of civil war, famine or a high incidence of diseases. There is an urgent need to address the human development requirements of this group through well thought out policies.

International comparisons of human development can show some very interesting results. Often people tend to blame low levels of human development on the culture of the people. For example, X country has lower human development because its people follow Y religion, or belong to Z community. Such statements are misleading.

To understand why a particular region keeps reporting low or high levels of human development it is important to look at the pattern of government expenditure on the social sector. The political environment of the country and the amount of freedom people have is also important. Countries with high levels of human development invest more in the social sectors and are generally free from political turmoil and instability. Distribution of the country’s resources is also far more equitable.

On the other hand, places with low levels of human development tend to spend more on defence rather than social sectors. This shows that these countries tend to be located in areas of political instability and have not been able to initiate accelerated economic development.

EXERCISES

1. Choose the right answer from the four alternatives given below.
   (i) Which one of the following best describes development?
       (a) an increase in size    (c) a positive change in quality
       (b) a constant in size    (d) a simple change in the quality
   (ii) Which one of the following scholars introduced the concept of Human Development?
       (a) Prof. Amartya Sen    (c) Dr Mahabub-ul-Haq
       (b) Ellen C. Semple      (d) Ratzel
   (iii) Which one of the following is not a country with high human development?
       (a) Norway            (c) Argentina
       (b) Japan             (d) Egypt

2. Answer the following questions in about 30 words.
   (i) What are the three basic areas of human development?
   (ii) Name the four main components of human development?
   (iii) How are countries classified on the basis of human development index?

3. Answer the following questions in not more than 150 words.
   (i) What do you understand by the term human development?
   (ii) What do equity and sustainability refer to within the concept of human development?
**Project/Activity**

Make a list of the ten most corrupt countries and ten least corrupt countries. Compare their scores on the human development index. What inferences can you draw?

Consult the latest Human Development Report for this.
Primary Activities

Human activities which generate income are known as economic activities. Economic activities are broadly grouped into primary, secondary, tertiary and quaternary activities. Primary activities are directly dependent on environment as these refer to utilisation of earth’s resources such as land, water, vegetation, building materials and minerals. It, thus includes, hunting and gathering, pastoral activities, fishing, forestry, agriculture, and mining and quarrying.

Why inhabitants of coastal and plain regions are engaged in fishing and agriculture respectively? What are the physical and social factors which affect the type of primary activities in different regions?

DO YOU KNOW

People engaged in primary activities are called red-collar workers due to the outdoor nature of their work.

HUNTING AND GATHERING

The earliest human beings depended on their immediate environment for their sustenance. They subsisted on: (a) animals which they hunted; and (b) the edible plants which they gathered from forests in the vicinity.

Primitive societies depended on wild animals. People located in very cold and extremely hot climates survived on hunting. The people in the coastal areas still catch fish though fishing has experienced modernisation due to technological progress. Many species, now have become extinct or endangered due to illegal hunting (poaching). The early hunters used primitive tools made of stones, twigs or arrows so the number of animals killed was limited. Why has hunting been banned in India?

Gathering and hunting are the oldest economic activity known. These are carried out at different levels with different orientations.

Gathering is practised in regions with harsh climatic conditions. It often involves primitive societies, who extract, both plants and
animals to satisfy their needs for food, shelter and clothing. This type of activity requires a small amount of capital investment and operates at very low level of technology. The yield per person is very low and little or no surplus is produced.

Gathering is practised in: (i) high latitude zones which include northern Canada, northern Eurasia and southern Chile; (ii) Low latitude zones such as the Amazon Basin, tropical Africa, Northern fringe of Australia and the interior parts of Southeast Asia (Fig. 5.2).

In modern times some gathering is market-oriented and has become commercial. Gatherers collect valuable plants such as leaves, barks of trees and medicinal plants and after simple processing sell the products in the market. They use various parts of the plants, for example, the bark is used for quinine, tanin extract and cork—leaves supply materials for beverages, drugs, cosmetics, fibres, thatch and fabrics; nuts for food and oils and tree trunk yield rubber, balata, gums and resins.

**Do You Know**

The name of the part of the chewing gum after the flavour is gone? It is called Chicle — it is made from the milky juice of zapota tree.

Gathering has little chance of becoming important at the global level. Products of such an
activity cannot compete in the world market. Moreover, synthetic products often of better quality and at lower prices, have replaced many items supplied by the gatherers in tropical forests.

**PASTORALISM**

At some stage in history, with the realisation that hunting is an unsustainable activity, human beings might have thought of domestication of animals. People living in different climatic conditions selected and domesticated animals found in those regions. Depending on the geographical factors, and technological development, animal rearing today is practised either at the subsistence or at the commercial level.

**Nomadic Herding**

Nomadic herding or pastoral nomadism is a primitive subsistence activity, in which the herders rely on animals for food, clothing, shelter, tools and transport. They move from one place to another along with their livestock, depending on the amount and quality of pastures and water. Each nomadic community occupies a well-identified territory as a matter of tradition.

![Fig. 5.3: Nomads taking their sheep up to the Mountains at the onset of summer](image)

A wide variety of animals is kept in different regions. In tropical Africa, cattle are the most important livestock, while in Sahara and Asiatic deserts, sheep, goats and camel are reared. In the mountainous areas of Tibet and Andes, yak and llamas and in the Arctic and sub Arctic areas, reindeer are the most important animals.

Pastoral nomadism is associated with three important regions. The core region extends from the Atlantic shores of North Africa eastwards across the Arabian peninsula into Mongolia and Central China. The second region extends over the tundra region of Eurasia. In the southern hemisphere there are small areas in South-west Africa and on the island of Madagascar (Fig. 5.4).

Movement in search of pastures is undertaken either over vast horizontal distances or vertically from one elevation to another in the mountainous regions. The process of migration from plain areas to pastures on mountains during summers and again from mountain pastures to plain areas during winters is known as *transhumance*. In mountain regions, such as Himalayas, Gujjars, Bakarwals, Gaddis and Bhotiyas migrate from plains to the mountains in summers and to the plains from the high altitude pastures in winters. Similarly, in the tundra regions, the nomadic herders move from south to north in summers and from north to south in winters.

The number of pastoral nomads has been decreasing and the areas operated by them shrinking. This is due to (a) imposition of political boundaries; (b) new settlement plans by different countries.

**Commercial Livestock Rearing**

Unlike nomadic herding, commercial livestock rearing is more organised and capital intensive. Commercial livestock ranching is essentially associated with western cultures and is practised on permanent ranches. These ranches cover large areas and are divided into a number of parcels, which are fenced to regulate the grazing. When the grass of one parcel is grazed, animals are moved to another parcel. The number of animals in a pasture is kept according to the carrying capacity of the pasture.

This is a specialised activity in which only one type of animal is reared. Important animals include sheep, cattle, goats and horses. Products such as meat, wool, hides and skin are processed and packed scientifically and exported to different world markets.

Rearing of animals in ranching is organised on a scientific basis. The main
emphasis is on breeding, genetic improvement, disease control and health care of the animals. New Zealand, Australia, Argentina, Uruguay and United States of America are important countries where commercial livestock rearing is practised (Fig. 5.6).

**AGRICULTURE**

Agriculture is practised under multiple combinations of physical and socio-economic conditions, which gives rise to different types of agricultural systems.

Based on methods of farming, different types of crops are grown and livestock raised. The following are the main agricultural systems.

**Subsistence Agriculture**

Subsistence agriculture is one in which the farming areas consume all, or nearly so, of the products locally grown. It can be grouped in two categories — Primitive Subsistence Agriculture and Intensive Subsistence Agriculture.

**Primitive Subsistence Agriculture**

Primitive subsistence agriculture or shifting cultivation is widely practised by many tribes in the tropics, especially in Africa, south and central America and south east Asia (Fig. 5.7).
**Fig. 5.6: Areas of Commercial Livestock Rearing**

**Fig. 5.7: Areas of Primitive Subsistence Agriculture**
The vegetation is usually cleared by fire, and the ashes add to the fertility of the soil. Shifting cultivation is thus, also called **slash and burn agriculture**. The cultivated patches are very small and cultivation is done with very primitive tools such as sticks and hoes. After sometime (3 to 5 years) the soil looses its fertility and the farmer shifts to another parts and clears other patch of the forest for cultivation. The farmer may return to the earlier patch after sometime. One of the major problems of shifting cultivation is that the cycle of *jhum* becomes less and less due to loss of fertility in different parcels. It is prevalent in tropical region in different names, e.g. *Jhuming* in North eastern states of India, *Milpa* in central America and Mexico and *Ladang* in Indonesia and Malaysia. Find out other areas and the names with which shifting cultivation is done.

**Intensive Subsistence Agriculture**

This type of agriculture is largely found in densely populated regions of monsoon Asia. Basically, there are two types of intensive subsistence agriculture.

(i) **Intensive subsistence agriculture dominated by wet paddy cultivation**: This type of agriculture is characterised by dominance of the rice crop. Land holdings are very small due to the high density of population. Farmers work with the help of family labour leading to intensive use of land. Use of machinery is limited and most of the agricultural operations are done by manual labour. Farm yard manure is used to maintain the fertility of the soil. In this type of agriculture, the yield per unit area is high but per labour productivity is low.

(ii) **Intensive subsidence agriculture dominated by crops other than paddy**: Due to the difference in relief, climate, soil and some of the other geographical factors, it is not practical to grow paddy in many parts of monsoon Asia. Wheat, soyabean, barley and sorghum are grown in northern China, Manchuria, North Korea and North Japan. In India wheat is grown in western...
parts of the Indo-Gangetic plains and millets are grown in dry parts of western and southern India. Most of the characteristics of this type of agriculture are similar to those dominated by wet paddy except that irrigation is often used.

The Europeans colonised many parts in the world and they introduced some other forms of agriculture such as plantations which were mainly profit-oriented large scale production systems.

**Plantation Agriculture**

Plantation agriculture as mentioned above was introduced by the Europeans in colonies situated in the tropics. Some of the important plantation crops are tea, coffee, cocoa, rubber, cotton, oil palm, sugarcane, bananas and pineapples.

The characteristic features of this type of farming are large estates or plantations, large capital investment, managerial and technical support, scientific methods of cultivation, single crop specialisation, cheap labour, and a good system of transportation which links the estates to the factories and markets for the export of the products.

The French established cocoa and coffee plantations in west Africa. The British set up large tea gardens in India and Sri Lanka, rubber plantations in Malaysia and sugarcane and banana plantations in West Indies. Spanish and Americans invested heavily in coconut and sugarcane plantations in the Philippines. The Dutch once had monopoly over sugarcane plantation in Indonesia. Some coffee fazendas (large plantations) in Brazil are still managed by Europeans.

Today, ownership of the majority of plantations has passed into the hands of the government or the nationals of the countries concerned.

**Extensive Commercial Grain Cultivation**

Commercial grain cultivation is practised in the interior parts of semi-arid lands of the mid-latitudes. Wheat is the principal crop, though other crops like corn, barley, oats and rye are also grown. The size of the farm is very large, therefore entire operations of cultivation from ploughing to harvesting are mechanised (Fig. 5.11). There is low yield per acre but high yield per person. Why does this happen?
This type of agriculture is best developed in Eurasian steppes, the Canadian and American Prairies, the Pampas of Argentina, the Velds of South Africa, the Australian Downs and the Canterbury Plains of New Zealand. (Locate these areas on the world map).

**Mixed Farming**

This form of agriculture is found in the highly developed parts of the world, e.g. North-western Europe, Eastern North America, parts of Eurasia and the temperate latitudes of Southern continents (Fig. 5.14).

Mixed farms are moderate in size and usually the crops associated with it are wheat, barley, oats, rye, maize, fodder and root crops. Fodder crops are an important component of mixed farming. Crop rotation and intercropping play an important role in maintaining soil fertility. Equal emphasis is laid on crop cultivation and animal husbandry. Animals like cattle, sheep, pigs and poultry provide the main income along with crops.

Mixed farming is characterised by high capital expenditure on farm machinery and building, extensive use of chemical fertilisers and green manures and also by the skill and expertise of the farmers.

**Dairy Farming**

Dairy is the most advanced and efficient type of rearing of milch animals. It is highly capital intensive. Animal sheds, storage facilities for fodder, feeding and milching machines add to the cost of dairy farming. Special emphasis is laid on cattle breeding, health care and veterinary services.

![Fig. 5.12: Areas of Extensive Commercial Grain Farming](image)

![Fig. 5.13: A Dairy Farm in Austria](image)
It is highly labour intensive as it involves rigorous care in feeding and milching. There is no off season during the year as in the case of crop raising.

It is practised mainly near urban and industrial centres which provide neighbourhood market for fresh milk and dairy products. The development of transportation, refrigeration, pasteurisation and other preservation processes have increased the duration of storage of various dairy products.

There are three main regions of commercial dairy farming. The largest is North Western Europe the second is Canada and the third belt includes South Eastern Australia, New Zealand and Tasmania (Fig. 5.16).

**Mediterranean Agriculture**

Mediterranean agriculture is highly specialised commercial agriculture. It is practise in the countries on either side of the Mediterranean.
sea in Europe and in north Africa from Tunisia to Atlantic coast, southern California, central Chile, south western parts of South Africa and south and south western parts of Australia. This region is an important supplier of citrus fruits.

**Viticulture** or grape cultivation is a speciality of the Mediterranean region. Best quality wines in the world with distinctive flavours are produced from high quality grapes in various countries of this region. The inferior grapes are dried into raisins and currants. This region also produces olives and figs. The advantage of Mediterranean agriculture is that more valuable crops such as fruits and vegetables are grown in winters when there is great demand in European and North American markets.

**Market Gardening and Horticulture**

Market gardening and horticulture specialise in the cultivation of high value crops such as vegetables, fruits and flowers, solely for the urban markets. Farms are small and are located where there are good transportation links with the urban centre where high income group of consumers is located. It is both labour and capital intensive and lays emphasis on the use of irrigation, HYV seeds, fertilisers, insecticides, greenhouses and artificial heating in colder regions.

This type of agriculture is well developed in densely populated industrial districts of north west Europe, north eastern United States of America and the Mediterranean regions. The Netherlands specialises in growing flowers and horticultural crops especially tulips, which are flown to all major cities of Europe.

The regions where farmers specialise in vegetables only, the farming is know as **truck farming**. The distance of truck farms from the market is governed by the distance that a truck can cover overnight, hence the name truck farming.

In addition to market gardening, a modern development in the industrial regions of Western Europe and North America is factory farming. Livestock, particularly poultry and cattle rearing, is done in stalls and pens, fed on manufactured feedstuff and carefully
supervised against diseases. This requires heavy capital investment in terms of building, machinery for various operations, veterinary services and heating and lighting. One of the important features of poultry farming and cattle rearing is breed selection and scientific breeding.

Types of farming can also be categorised according to the farming organisation. Farming organisation is affected by the way in which farmers own their farms and various policies of the government which help to run these farms.

**Co-operative Farming**

A group of farmers form a co-operative society by pooling in their resources voluntarily for more efficient and profitable farming. Individual farms remain intact and farming is a matter of cooperative initiative.

Co-operative societies help farmers, to procure all important inputs of farming, sell the products at the most favourable terms and help in processing of quality products at cheaper rates.

Co-operative movement originated over a century ago and has been successful in many western European countries like Denmark, Netherlands, Belgium, Sweden, Italy etc. In Denmark, the movement has been so successful that practically every farmer is a member of a co-operative.

**Collective Farming**

The basic principal behind this types of farming is based on social ownership of the means of production and collective labour. Collective farming or the model of *Kolkhoz* was introduced in erstwhile Soviet Union to improve upon the inefficiency of the previous methods of agriculture and to boost agricultural production for self-sufficiency.

The farmers pool in all their resources like land, livestock and labour. However, they are allowed to retain very small plots to grow crops in order to meet their daily requirements.

Yearly targets are set by the government and the produce is also sold to the state at fixed prices. Produce in excess of the fixed amount is distributed among the members or sold in the market. The farmers have to pay taxes on the farm produces, hired machinery etc. Members are paid according to the nature of the work allotted to them by the farm management. Exceptional work is rewarded in cash or kind. This type of farming was introduced in former Soviet Union under the socialist regime which was adopted by the socialist countries. After its collapse, these have already been modified.

**MINING**

The discovery of minerals in the history of human development, is reflected in many stages in terms of copper age, bronze age and iron age. The use of minerals in ancient times was largely confined to the making of tools, utensils and weapons. The actual development of mining began with the industrial revolution and its importance is continuously increasing.
Factors Affecting Mining Activity

The profitability of mining operations thus, depends on two main factors:

(i) Physical factors include the size, grade and the mode of occurrence of the deposits.

(ii) Economic factors such as the demand for the mineral, technology available and used, capital to develop infrastructure and the labour and transport costs.

Methods of Mining

Depending on the mode of occurrence and the nature of the ore, mining is of two types: surface and underground mining. The surface mining also known as open-cast mining is the easiest and the cheapest way of mining minerals that occur close to the surface. Overhead costs such as safety precautions and equipment is relatively low in this method. The output is both large and rapid.

When the ore lies deep below the surface, underground mining method (shaft method) has to be used. In this method, vertical shafts have to be sunk, from where underground galleries radiate to reach the minerals. Minerals are extracted and transported to the surface through these passages. It requires specially designed lifts, drills, haulage vehicles, ventilation system for safety and efficient movement of people and material. This method is risky. Poisonous gases, fires, floods and caving in lead to fatal accidents. Have you ever read about mine fires and flooding of coal mines in India?

The developed economies are retreating from mining, processing and refining stages of production due to high labour costs, while the developing countries with large labour force and striving for higher standard of living are becoming more important. Several countries of Africa and few of south America and Asia have over fifty per cent of the earnings from minerals alone.
EXERCISES

1. Choose the right answer from the four alternatives given below.
   (i) Which one of the following is not a plantation crop?
      (a) Coffee         (c) Wheat
      (b) Sugarcane      (d) Rubber
   (ii) In which one of the following countries co-operative farming was the most successful experiment?
      (a) Russia         (c) India
      (b) Denmark        (d) The Netherlands
   (iii) Growing of flowers is called:
      (a) Truck farming  (c) Mixed farming
      (b) Factory farming (d) Floriculture
   (iv) Which one of the following types of cultivation was developed by European colonists?
      (a) Kolkhoz         (c) Mixed farming
      (b) Viticulture     (d) Plantation
   (v) In which one of the following regions is extensive commercial grain cultivation not practised?
      (a) American Canadian prairies (c) Pampas of Argentina
      (b) European Steppes            (d) Amazon Basin
   (vi) In which of the following types of agriculture is the farming of citrus fruit very important?
      (a) Market gardening (c) Mediterranean agriculture
      (b) Plantation agriculture (d) Co-operative farming
   (vii) Which one type of agriculture amongst the following is also called ‘slash and burn agriculture’?
      (a) Extensive subsistence agriculture
      (b) Primitive subsistence agriculture
      (c) Extensive commercial grain cultivation
      (d) Mixed farming
   (viii) Which one of the following does not follow monoculture?
      (a) Dairy farming         (c) Plantation agriculture
      (b) Mixed farming         (d) Commercial grain farming

2. Answer the following questions in about 30 words.
   (i) Future of shifting cultivation is bleak. Discuss.
   (ii) Market gardening is practised near urban areas. Why?
   (iii) Large scale dairy farming is the result of the development of transportation and refrigeration.
3. Answer the following questions in not more than 150 words.
   (i) Differentiate between Nomadic Herding and Commercial Livestock Rearing.
   (ii) Discuss the important characteristic features of plantation agriculture. Name a few important plantation crops from different countries.

**Project/Activity**

Visit a nearby village and observe the cultivation of some crops. Ask the farmers and list the various operations.
All economic activities namely primary, secondary, tertiary and quaternary, revolve around obtaining and utilising resources necessary for survival.

Secondary activities add value to natural resources by transforming raw materials into valuable products. Cotton in the boll has limited use but after it is transformed into yarn, becomes more valuable and can be used for making clothes. Iron ore, cannot be used directly from the mines, but after being converted into steel it gets its value and can be used for making many valuable machines, tools, etc. The same is true of most of the materials from the farm, forest, mine and the sea. Secondary activities, therefore, are concerned with manufacturing, processing and construction (infrastructure) industries.

MANUFACTURING

Manufacturing involves a full array of production from handicrafts to moulding iron and steel and stamping out plastic toys to assembling delicate computer components or space vehicles. In each of these processes, the common characteristics are the application of power, mass production of identical products and specialised labour in factory settings for the production of standardised commodities. Manufacturing may be done with modern power and machinery or it may still be very primitive. Most of the Third World countries still 'manufacture' in the literal sense of the term. It is difficult to present a full picture of all the manufacturers in these countries. More emphasis is given to the kind of 'industrial' activity which involves less complicated systems of production.

Characteristics of Modern Large Scale Manufacturing

Modern large scale manufacturing has the following characteristics:

Specialisation of Skills/Methods of Production

Under the ‘craft’ method factories produce only a few pieces which are made-to-order. So the costs are high. On the other hand, mass
production involves production of large quantities of standardised parts by each worker performing only one task repeatedly.

**‘Manufacturing’ Industry and ‘Manufacturing Industry’**

Manufacturing literally means ‘to make by hand’. However, now it includes goods ‘made by machines’. It is essentially a process which involves transforming raw materials into finished goods of higher value for sale in local or distant markets. Conceptually, an industry is a geographically located manufacturing unit maintaining books of accounts and records under a management system. As the term industry is comprehensive, it is also used as synonymous with ‘manufacturing’. When one uses terms like ‘steel industry’ and ‘chemical industry’ one thinks of factories and processes. But there are many secondary activities which are not carried on in factories such as what is now called the ‘entertainment industry’ and Tourism industry, etc. So for clarity the longer expression ‘manufacturing industry’ is used.

**Mechanisation**

Mechanisation refers to using gadgets which accomplish tasks. Automation (without aid of human thinking during the manufacturing process) is the advanced stage of mechanisation. Automatic factories with feedback and closed-loop computer control systems where machines are developed to ‘think’, have sprung up all over the world.

**Technological Innovation**

Technological innovations through research and development strategy are an important aspect of modern manufacturing for quality control, eliminating waste and inefficiency, and combating pollution.

**Organisational Structure and Stratification**

Modern manufacturing is characterised by:

(i) a complex machine technology
(ii) extreme specialisation and division of labour for producing more goods with less effort, and low costs
(iii) vast capital
(iv) large organisations
(v) executive bureaucracy.

**Uneven Geographic Distribution**

Major concentrations of modern manufacturing have flourished in a few number of places. These cover less than 10 per cent of the world’s land area. These nations have become the centres of economic and political power. However, in terms of the total area covered, manufacturing sites are much less conspicuous and concentrated on much smaller areas than that of agriculture due to greater intensity of processes. For example, 2.5 sq km of the American corn belt usually includes about four large farms employing about 10-20 workers supporting 50-100 persons. But this same area could contain several large integrated factories and employ thousands of workers.

**Why do Large-scale Industries choose different locations?**

Industries maximise profits by reducing costs. Therefore, industries should be located at points where the production costs are minimum. Some of the factors influencing industrial locations are as under:

**Access to Market**

The existence of a market for manufactured goods is the most important factor in the location of industries. ‘Market’ means people who have a demand for these goods and also have the purchasing power (ability to purchase) to be able to purchase from the sellers at a place. Remote areas inhabited by a few people offer small markets. The developed regions of Europe, North America, Japan and Australia provide large global markets as the purchasing power of the people is very high. The densely populated regions of South and South-east Asia also
provide large markets. Some industries, such as aircraft manufacturing, have a global market. The arms industry also has global markets.

**Access to Raw Material**

Raw material used by industries should be cheap and easy to transport. Industries based on cheap, bulky and weight-losing material (ores) are located close to the sources of raw material such as steel, sugar, and cement industries. Perishability is a vital factor for the industry to be located closer to the source of the raw material. Agro-processing and dairy products are processed close to the sources of farm produce or milk supply respectively.

**Access to Labour Supply**

Labour supply is an important factor in the location of industries. Some types of manufacturing still require skilled labour. Increasing mechanisation, automation and flexibility of industrial processes have reduced the dependence of industry upon the labours.

**Access to Sources of Energy**

Industries which use more power are located close to the source of the energy supply such as the aluminium industry.

Earlier coal was the main source of energy, today hydroelectricity and petroleum are also important sources of energy for many industries.

**Access to Transportation and Communication Facilities**

Speedy and efficient transport facilities to carry raw materials to the factory and to move finished goods to the market are essential for the development of industries. The cost of transport plays an important role in the location of industrial units. Western Europe and eastern North America have a highly developed transport system which has always induced the concentration of industries in these areas. Modern industry is inseparably tied to transportation systems. Improvements in transportation led to integrated economic development and regional specialisation of manufacturing.

Communication is also an important need for industries for the exchange and management of information.

**Government Policy**

Governments adopt ‘regional policies’ to promote ‘balanced’ economic development and hence set up industries in particular areas.

**Access to Agglomeration Economies/ Links between Industries**

Many industries benefit from nearness to a leader-industry and other industries. These benefits are termed as agglomeration economies. Savings are derived from the linkages which exist between different industries.

These factors operate together to determine industrial location.

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**Foot Loose Industries**

Foot loose industries can be located in a wide variety of places. They are not dependent on any specific raw material, weight losing or otherwise. They largely depend on component parts which can be obtained anywhere. They produce in small quantity and also employ a small labour force. These are generally not polluting industries. The important factor in their location is accessibility by road network.

**Classification of Manufacturing Industries**

Manufacturing industries are classified on the basis of their size, inputs/raw materials, output/products and ownership (Fig. 6.1).

**Industries based on Size**

The amount of capital invested, number of workers employed and volume of production determine the size of industry. Accordingly, industries may be classified into household or cottage, small-scale and large-scale.
Classification of Industries

Based on

Size

- Cottage or Household
  - Artifacts
- Small Scale
- Large Scale

Inputs/Raw Materials

- Agro based
  - Sugar, edible oil, cotton textile, coffee, tea, rubber, etc.
- Mineral based
  - Petrochemical, plastic, synthetic, fibre, salts, chemicals, fertilisers
- Chemical based
- Forest based
  - Timber, lac, terpentine, paper
- Animal based
  - Leather, wool

Output/Product

- Basic
  - Iron and Steel
- Consumer goods
- Public Sector
- Private Sector
- Joint Sector

Size

- Metallic
  - Ferrous
    - Iron and Steel
  - Non-ferrous
    - Copper, aluminium, gems and jewellery
- Non-Metallic
  - Cement, Pottery

Fig. 6.1: Classification of Industries
**HOUSEHOLD INDUSTRIES OR COTTAGE MANUFACTURING**

It is the smallest manufacturing unit. The craftsmen or artisans use local raw materials and simple hand tools to produce everyday goods in their homes with the help of their family members or part-time labour. Finished products may be for consumption in the same household or, for sale in local (village) markets, or, for barter. Capital and transportation do not wield much influence as this type of manufacturing has low commercial significance and most of the tools are devised locally.

Some common everyday products produced in this sector of manufacturing include foodstuffs, fabrics, mats, containers, tools, furniture, shoes, and figurines from wood lot and forest, shoes, thongs and other articles from leather; pottery and bricks from clays and stones. Goldsmiths make jewellery of gold, silver and bronze. Some artefacts and crafts are made out of bamboo, wood obtained locally from the forests.

**Small Scale Manufacturing**

Small scale manufacturing is distinguished from household industries by its production techniques and place of manufacture (a workshop outside the home/cottage of the producer). This type of manufacturing uses local raw material, simple power-driven machines and semi-skilled labour. It provides employment and raises local purchasing power. Therefore, countries like India, China, Indonesia and Brazil, etc. have developed labour-intensive small scale manufacturing in order to provide employment to their population.

**Large Scale Manufacturing**

Large scale manufacturing involves a large market, various raw materials, enormous energy, specialised workers, advanced technology, assembly-line mass production and large capital. This kind of manufacturing developed in the last 200 years, in the United Kingdom, north-eastern U.S.A. and Europe. Now it has diffused in almost all over the world.
On the basis of the system of large scale manufacturing, the world’s major industrial regions may be grouped under two broad types, namely

(i) traditional large-scale industrial regions which are thickly clustered in a few more developed countries.
(ii) high-technology large scale industrial regions which have diffused to less developed countries.

**Industries based on Inputs/Raw Materials**

On the basis of the raw materials used, the industries are classified as: (a) agro-based; (b) mineral based; (c) chemical based; (d) forest based; and (e) animal based.

**(a) Agro based Industries**

Agro processing involves the processing of raw materials from the field and the farm into finished products for rural and urban markets. Major agro-processing industries are food processing, sugar, pickles, fruits juices, beverages (tea, coffee and cocoa), spices and oils fats and textiles (cotton, jute, silk), rubber, etc.

**Food Processing**

Agro processing includes canning, producing cream, fruit processing and confectionery. While some preserving techniques, such as drying, fermenting and pickling, have been known since ancient times, these had limited applications to cater to the pre-Industrial Revolution demands.

**(b) Mineral based Industries**

These industries use minerals as a raw material. Some industries use ferrous metallic minerals which contain ferrous (iron), such as iron and steel industries but some use non-ferrous metallic minerals, such as aluminium, copper and jewellery industries. Many industries use non-metallic minerals such as cement and pottery industries.

**(c) Chemical based Industries**

Such industries use natural chemical minerals, e.g. mineral-oil (petroleum) is used in petrochemical industry. Salts, sulphur and potash industries also use natural minerals. Chemical industries are also based on raw materials obtained from wood and coal. Synthetic fibre, plastic, etc. are other examples of chemical based industries.
(d) **Forest based Raw Material using Industries**

The forests provide many major and minor products which are used as raw material. Timber for furniture industry, wood, bamboo and grass for paper industry, lac for lac industries come from forests.

(e) **Animal based Industries**

Leather for leather industry and wool for woollen textiles are obtained from animals. Besides, ivory is also obtained from elephant’s tusks.

### Industries Based On Output/Product

You have seen some machines and tools made of iron or steel. The raw material for such machines and tools is iron and steel. Which is itself an industry. The industry whose products are used to make other goods by using them as raw materials are basic industries. Can you identify the links? Iron/steel \[\rightarrow\] machines for textile industry \[\rightarrow\] clothes for use by consumers.

The consumer goods industries produced goods which are consumed by consumers directly. For example, industries producing breads and biscuits, tea, soaps and toiletries, paper for writing, televisions, etc. are consumer goods or non-basic industries.

### INDUSTRIES BASED ON OWNERSHIP

(a) Public Sector Industries are owned and managed by governments. In India, there were a number of Public Sector Undertakings (PSUs). Socialist countries have many state owned industries. Mixed economies have both Public and Private sector enterprises.

(b) Private Sector Industries are owned by individual investors. These are managed by private organisations. In capitalist countries, industries are generally owned privately.

(c) Joint Sector Industries are managed by joint stock companies or sometimes the private and public sectors together establish and manage the industries. Can you make a list of such industries?

### Traditional Large-Scale Industrial Regions

These are based on heavy industry, often located near coal-fields and engaged in metal smelting, heavy engineering, chemical manufacture or textile production. These industries are now known as smokestack industries. Traditional industrial regions can be recognised by:

- High proportion of employment in manufacturing industry.
- High-density housing, often of inferior type, and poor services.
- Unattractive environment, for example, pollution, waste heaps, and so on.
- Problems of unemployment, emigration and derelict land areas caused by closure of factories because of a worldwide fall in demand.

### The Ruhr Coal-field, Germany

This has been one of the major industrial regions of Europe for a long time. Coal and iron and steel formed the basis of the economy, but as the demand for coal declined, the industry started shrinking. Even after the iron ore was exhausted, the industry remained, using imported ore brought by waterways to the Ruhr.

The Ruhr region is responsible for 80 per cent of Germany’s total steel production.
Changes in the industrial structure have led to the decay of some areas, and there are problems of industrial waste and pollution. The future prosperity of the Ruhr is based less on the products of coal and steel, for which it was initially famous, and more on the new industries like the huge Opel car assembly plant, new chemical plants, universities. Out-of-town shopping centres have appeared resulting in a 'New Ruhr' landscape.

**Concept of High Technology Industry**

High technology, or simply high-tech, is the latest generation of manufacturing activities. It is best understood as the application of intensive research and development (R and D) efforts leading to the manufacture of products of an advanced scientific and engineering character. Professional (white collar) workers make up a large share of the total workforce. These highly skilled specialists greatly outnumber the actual production (blue collar) workers. Robotics on the assembly line, computer-aided design (CAD) and manufacturing, electronic controls of smelting and refining processes, and the constant development of new chemical and pharmaceutical products are notable examples of a high-tech industry.

Neatly spaced, low, modern, dispersed, office-plant-lab buildings rather than massive assembly structures, factories and storage areas mark the high-tech industrial landscape. Planned business parks for high-tech start-ups have become part of regional and local development schemes.

High-tech industries which are regionally concentrated, self-sustained and highly specialised are called technopolies. The Silicon Valley near San Francisco and Silicon Forest near Seattle are examples of technopolies. Are some technopolies developing in India?

Manufacturing contributes significantly to the world economy. Iron and steel, textiles, automobiles, petrochemicals and electronics are some of the world’s most important manufacturing industries.

**Iron and Steel Industry**

The iron and steel industry forms the base of all other industries and, therefore, it is called a basic industry. It is basic because it provides raw material for other industries such as machine tools used for further production. It may also be called a heavy industry because it uses large quantities of bulky raw materials and its products are also heavy.

Iron is extracted from iron ore by smelting in a blast furnace with carbon (coke) and limestone. The molten iron is cooled and moulded to form pig iron which is used for converting into steel by adding strengthening materials like manganese.

The large integrated steel industry is traditionally located close to the sources of raw materials – iron ore, coal, manganese and limestone – or at places where these could be easily brought, e.g. near ports. But in mini steel mills, access to markets is more important than inputs. These are less expensive to build and operate and can be located near markets because of the abundance of scrap metal, which is the main input. Traditionally, most of the steel was produced at large integrated plants, but mini mills are limited to just one-step process – steel making – and are gaining ground.

**Distribution** : The industry is one of the most complex and capital-intensive industries and is concentrated in the advanced countries of North America, Europe and Asia. In U.S.A, most of the production comes from the north Appalachian region (Pittsburgh), Great Lake region (Chicago-Gary, Erie, Cleveland, Lorain, Buffalo and Duluth) and the Atlantic Coast (Sparrows Point and Morisville). The industry has also moved towards the southern state of Alabama. Pittsburg area is now losing ground. It has now become the “rust bowl” of U.S.A. In Europe, U.K., Germany, France, Belgium, Luxembourg, the Netherlands and Russia are the leading producers. The important steel centres are Birmingham and Sheffield in the U.K.; Duisburg, Dortmund, Dusseldorf and Essen in Germany; Le Creusot and St. Etienne in France; and Moscow, St. Petersburg, Lipetsk, Tula, in Russia and Krivoi Rog, and
Donetsk in Ukraine. In Asia, the important centres include Nagasaki and Tokyo-Yokohama in Japan; Shanghai, Tienstin and Wuhan in China; and Jamshedpur, Kulti-Burnpur, Durgapur, Rourkela, Bhilai, Bokaro, Salem, Visakhapatnam and Bhadrapati in India. Consult your atlas to locate these places/centres.

**Cotton Textile Industry**

Cotton textile industry has three sub-sectors i.e. handloom, powerloom and mill sectors. Handloom sector is labour-intensive and provides employment to semi-skilled workers. It requires small capital investment. Why did Mahatma Gandhi propagate Khadi as part of the independence movement? This sector involves spinning, weaving and finishing of the fabrics. The powerloom sector introduces machines and becomes less labour intensive and the volume of production increases. Cotton textile mill sector is highly capital intensive and produces fine clothes in bulk.

Cotton textile manufacturing requires good quality cotton as raw material. India, China, U.S.A, Pakistan, Uzbekistan, Egypt produce more than half of the world’s raw cotton. The U.K, NW European countries and Japan also produce cotton textile made from imported yarn. Europe alone accounts for nearly half of the world’s cotton imports. The industry has to face very stiff competition with synthetic fibres hence it has now shown a declining trend in many countries. With the scientific advancement and technological improvements the structure of industries changes. For example, Germany recorded constant growth in cotton textile industry since Second World War till the seventies but now it has declined. It has shifted to less developed countries where labour costs are low.

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**EXERCISES**

1. Choose the right answer from the four alternatives given below.

   (i) Which one of the following statements is wrong?
   
   (a) Cheap water transport has facilitated the jute mill industry along the Hugli.
   
   (b) Sugar, cotton textiles and vegetable oils are footloose industries.
   
   (c) The development of hydro-electricity and petroleum reduced, to a great extent, the importance of coal energy as a locational factor for industry.
   
   (d) Port towns in India have attracted industries.

   (ii) In which one of the following types of economy are the factors of production owned individually?
   
   (a) Capitalist
   
   (b) Mixed
   
   (c) Socialist
   
   (d) None

   (iii) Which one of the following types of industries produces raw materials for other industries?
   
   (a) Cottage Industries
   
   (b) Small-scale Industries
   
   (c) Basic Industries
   
   (d) Footloose Industries
(iv) Which one of the following pairs is correctly matched?
   (a) Automobile industry ... Los Angeles
   (b) Shipbuilding industry ... Lusaka
   (c) Aircraft industry ... Florence
   (d) Iron and Steel industry ... Pittsburgh

2. Write a short note on the following in about 30 words.
   (i) High-Tech industry
   (ii) Manufacturing
   (iii) Footloose industries

3. Answer the following in not more than 150 words.
   (i) Differentiate between primary and secondary activities.
   (ii) Discuss the major trends of modern industrial activities especially in the developed countries of the world.
   (iii) Explain why high-tech industries in many countries are being attracted to the peripheral areas of major metropolitan centres.
   (iv) Africa has immense natural resources and yet it is industrially the most backward continent. Comment.

   **Project/Activity**

   (i) Carry out a survey in your school premises of the factory-made goods used by students and the staff.
   (ii) Find out the meaning of the terms bio-degradable and non-biodegradable. Which kind of material is better to use? Why?
   (iii) Look around and make a list of the global brands, their logos and products.
When you fall ill you go to your family doctor or you call a doctor. Sometimes your parents take you to a hospital for treatment. While in school, you are taught by your teachers. In the event of any dispute, legal opinion is obtained from a lawyer. Likewise, there are many professionals who provide their services against payment of their fee. Thus, all types of services are special skills provided in exchange of payments. Health, education, law, governance and recreation etc. require professional skills. These services require other theoretical knowledge and practical training. Tertiary activities are related to the service sector. Manpower is an important component of the service sector as most of the tertiary activities are performed by skilled labour, professionally trained experts and consultants.

In the initial stages of economic development, larger proportion of people worked in the primary sector. In a developed economy, the majority of workers get employment in tertiary activity and a moderate proportion is employed in the secondary sector.

Tertiary activities include both production and exchange. The production involves the 'provision' of services that are 'consumed'. The output is indirectly measured in terms of wages and salaries. Exchange, involves trade, transport and communication facilities that are used to overcome distance. Tertiary activities, therefore, involve the commercial output of services rather than the production of tangible goods. They are not directly involved in the processing of physical raw materials. Common examples are the work of a plumber, electrician, technician, launderer, barber, shopkeeper, driver, cashier, teacher, doctor, lawyer and publisher etc. The main difference between secondary activities and tertiary activities is that the expertise provided by services relies more heavily on specialised skills, experience and knowledge of the workers rather than on the production techniques, machinery and factory processes.

**TYPES OF TERTIARY ACTIVITIES**

By now you know that you purchase your books, stationery from traders shop, travel by
Fig. 7.1: Service Sector
bus or rail, send letters, talk on telephone and obtain services of teachers for studies and doctors at the time of illness.

Thus, trade, transport, communication and services are some of the tertiary activities discussed in this section. The chart provides the basis for classifying the tertiary activities.

**TRADE AND COMMERCE**

Trade is essentially buying and selling of items produced elsewhere. All the services in retail and wholesale trading or commerce are specifically intended for profit. All this work takes place in towns and cities also known as trading centres.

The rise of trading from barter at the local level to money-exchange of international scale has produced many centres and institutions such as trading centres or collection and distribution points.

Trading centres may be divided into rural and urban marketing centres.

*Rural marketing centres* cater to nearby settlements. These are quasi-urban centres. They serve as trading centres of the most rudimentary type. Here personal and professional services are not well-developed. These form local collecting and distributing centres. Most of these have *mandis* (wholesale markets) and also retailing areas. They are not urban centres *per se* but are significant centres for making available goods and services which are most frequently demanded by rural folk.

*Periodic markets in rural areas* are found where there are no regular markets and local periodic markets are organised at different temporal intervals. These may be weekly, bi-weekly markets from where people from the surrounding areas meet their temporally accumulated demand. These markets are held on specified dates and move from one place to another. The shopkeepers thus, remain busy on all the days while a large area is served by them.

*Urban marketing centres* have more widely specialised urban services. They provide ordinary goods and services as well as many of the specialised goods and services required by people. Urban centres, therefore, offer manufactured goods as well as many specialised markets develop, e.g. markets for labour, housing, semi or finished products. Services of educational institutions and professionals such as teachers, lawyers, consultants, physicians, dentists and veterinary doctors are available.

![Fig. 7.2: A Wholesale Vegetable Market](image)

*Fig. 7.3: Packed Food Market in U.S.A.*

**RETAIL TRADING SERVICES**

This is the business activity concerned with the sale of goods directly to the consumers. Most of the retail trading take place in fixed establishments or stores solely devoted to selling. Street peddling, handcarts, trucks, door-to-door, mail-order, telephone, automatic vending machines and internet are examples of non-store retail selling.
WHOLESALE TRADING SERVICE

Wholesale trading constitutes bulk business through numerous intermediary merchants and supply houses and not through retail stores. Some large stores including chain stores are able to buy directly from the manufacturers. However, most retail stores procure supplies from an intermediary source. Wholesalers often extend credit to retail stores to such an extent that the retailer operates very largely on the wholesaler’s capital.

TRANSPORT AND COMMUNICATION SERVICES

Transport is a service or facility by which persons, manufactured goods, and property are physically carried from one location to another. It is an organised industry created to satisfy man’s basic need of mobility. Modern society requires speedy and efficient transport systems to assist in the production, distribution and consumption of goods. At every stage in this complex system, the value of the material is significantly enhanced by transportation.

Transport distance can be measured as: km distance or actual distance of route length; time distance or the time taken to travel on a particular route; and cost distance or the expense of travelling on a route. In selecting the mode of transport, distance, in terms of time or cost, is the determining factor. Isochrone lines are drawn on a map to join places equal in terms of the time taken to reach them.

Factors Affecting Transport Services

Demand for transport is influenced by the size of population. The larger the population size, the greater is the demand for transport. Routes depend on: location of cities, towns, villages, industrial centres and raw materials, pattern of trade between them, nature of the landscape between them, type of climate, and funds available for overcoming obstacles along the length of the route.

COMMUNICATION SERVICES

Communication services involve the transmission of words and messages, facts and ideas. The invention of writing preserved messages and helped to make communication dependent on means of transport. These were actually carried by hand, animals, boat, road, rail and air. That is why all forms of transport are also referred to as lines of communication. Where the transport network is efficient, communications are easily disseminated. Certain developments, such as mobile telephony and satellites, have made communications independent of transport. All forms are not fully disassociated because of the cheapness of the older systems. Thus, very
large volumes of mail continue to be handled by post offices all over the world.

Some of the communication services are discussed below.

**Telecommunications**

The use of telecommunications is linked to the development of electrical technology. It has revolutionised communications because of the speed with which messages are sent. The time reduced is from weeks to minutes and recent advancements like mobile telephony have made communications direct and instantaneous at any time and from anywhere. The telegraph, morse code and telex have almost become things of the past.

Radio and television also help to relay news, pictures, and telephone calls to vast audiences around the world and hence they are termed as mass media. They are vital for advertising and entertainment. Newspapers are able to cover events in all corners of the world. Satellite communication relays information of the earth and from space. The internet has truly revolutionised the global communication system.

**SERVICES**

Services occur at many different levels. Some are geared to industry, some to people; and some to both industry and people, e.g. the transport systems. Low-order services, such as grocery shops and laundries, are more common and widespread than high-order services or more specialised ones like those of accountants, consultants and physicians. Services are provided to individual consumers who can afford to pay for them. For example the gardener, the launderers and the barber do primarily physical labour. Teacher, lawyers, physicians, musicians and others perform mental labour.

Many services have now been regulated. Making and maintaining highways and bridges, maintaining fire fighting departments and supplying or supervising education and customer-care are among the important services most often supervised or performed by governments or companies. State and union legislation have established corporations to supervise and control the marketing of such services as transport, telecommunication, energy and water supply. Professional services are primarily health care, engineering, law and management. The location of recreational and entertainment services depends on the market. Multiplexes and restaurants might find location within or near the Central Business District (CBD), whereas a golf course would choose a site where land costs are lower than in the CBD.

**Informal/Non-Formal Sector**

Personal services are made available to the people to facilitate their work in daily life. The workers migrate from rural areas in search of employment and are unskilled. They are employed in domestic services as housekeepers, cooks, and gardeners. This segment of workers is unorganised. One such example in India is Mumbai's dabbawala (Tiffin) service provided to about 1,75,000 customers all over the city.

**Fig. 7.4: Dabbawala Service in Mumbai**

**PEOPLE ENGAGED IN TERTIARY ACTIVITIES**

Today most people are service workers. Services are provided in all societies. But in more developed countries a higher percentage of workers is employed in provision of services in contrast to less than 10 per cent in the less developed countries. In U.S.A. over 75 per cent of workers are engaged in services. The trend
in employment in this sector has been increasing while it has remained unchanged or decreasing in the primary and secondary activities.

Some Selected Examples

Tourism

Tourism is travel undertaken for purposes of recreation rather than business. It has become the world’s single largest tertiary activity in total registered jobs (250 million) and total revenue (40 per cent of the total GDP). Besides, many local persons, are employed to provide services like accommodation, meals, transport, entertainment and special shops serving the tourists. Tourism fosters the growth of infrastructure industries, retail trading, and craft industries (souvenirs). In some regions, tourism is seasonal because the vacation period is dependent on favourable weather conditions, but many regions attract visitors all the year round.

Factors Affecting Tourism

Demand: Since the last century, the demand for holidays has increased rapidly. Improvements in the standard of living and increased leisure time, permit many more people to go on holidays for leisure.

Transport: The opening-up of tourist areas has been aided by improvement in transport facilities. Travel is easier by car, with better road systems. More significant in recent years has been the expansion in air transport. For example, air travel allows one to travel anywhere in the world in a few hours of flying-time from their homes. The advent of package holidays has reduced the costs.

Tourist Attractions

Climate: Most people from colder regions expect to have warm, sunny weather for beach holidays. This is one of the main reasons for the importance of tourism in Southern Europe and the Mediterranean lands. The Mediterranean climate offers almost consistently higher temperatures, than in other parts of Europe, long hours of sunshine and low rainfall throughout the peak holiday season. People taking winter holidays have specific climatic requirements, either higher temperatures than their own homelands, or snow cover suitable for skiing.

Landscape: Many people like to spend their holidays in an attractive environment, which often means mountains, lakes, spectacular sea coasts and landscapes not completely altered by man.

History and Art: The history and art of an area have potential attractiveness. People visit ancient or picturesque towns and archaeological sites, and enjoy exploring castles, palaces and churches.

Culture and Economy: These attract tourists with a penchant for experiencing ethnic and local customs. Besides, if a region provides for the needs of tourists at a cheap cost, it is likely to become very popular. Home-stay has emerged as a profitable business such as
*heritage homes* in Goa, Madikere and Coorg in Karnataka.

**Empowered Workers**

*Entrepreneurs* are the empowered workers of the quarternary sector and the slowly emerging quinary sector. They represent an important stage of development in the hierarchy of economic activity where the need for *self-actualisation* is not motivated by wealth and security alone but by other factors. They have predominantly a value system which emphasises quality of life and believe in creativity and individual values.

No one can be sure where all this change will lead to but some patterns do point strongly to the future. As ideas and freedom of information and communication grow, people will expect their applications at the workplace. More employees will receive training and become highly skilled. They will work more and more on their own initiative. Many will have flexible working arrangements. Some will choose work – paid and unpaid – that is personally fulfilling and accords with their concern for natural environment and social issues.

The illiterate of the twenty first century will not be those who do not read or write but those who do not learn, re-learn and un-learn.

–Alvin Toffler

**Where Will it All Lead to?**

Is this the beginning or the end?

What Next?

- Quinary
- Quaternary
- Tertiary
- Secondary
- Primary

**QUATERNARY ACTIVITIES**

What do a CEO of an MNC in Copenhagen, at New York and a medical transcriptionist at Bangalore have in common? All these people work in a segment of the service sector that is knowledge oriented. This sector can be divided into quaternary and quinary activities.

Quaternary activities involve some of the following: the collection, production and dissemination of information or even the production of information. Quaternary activities centre around research, development and may be seen as an advanced form of services involving specialised knowledge, technical skills, and administrative competence.

**The Quaternary Sector**

The *Quaternary Sector* along with the *Tertiary Sector* has replaced all primary and secondary employment as the basis for economic growth. Over half of all workers in developed economies are in the ‘Knowledge Sector’ and there has been a very high growth in demand for and consumption of information-based services.
from mutual fund managers to tax consultants, software developers and statisticians. Personnel working in office buildings, elementary schools and university classrooms, hospitals and doctors’ offices, theatres, accounting and brokerage firms all belong to this category of services.

Like some of the tertiary functions, quaternary activities can also be outsourced. They are not tied to resources, affected by the environment, or necessarily localised by market.

QUINARY ACTIVITIES
The highest level of decision makers or policy makers perform quinary activities. These are subtly different from the knowledge based industries that the quinary sector in general deals with.

Quinary activities are services that focus on the creation, re-arrangement and interpretation of new and existing ideas; data interpretation and the use and evaluation of new technologies. Often referred to as ‘gold collar’ professions, they represent another subdivision of the tertiary sector representing special and highly paid skills of senior business executives, government officials, research scientists, financial and legal consultants, etc. Their importance in the structure of advanced economies far outweighs their numbers.

Outsourcing has resulted in the opening up of a large number of call centres in India, China, Eastern Europe, Israel, Philippines and Costa Rica. It has created new jobs in these countries. Outsourcing is coming to those countries where cheap and skilled workers are available. These are also out-migrating countries. With the work available though outsourcing, the migration in these countries may come down. Outsourcing countries are facing resistance from job-seeking youths in their respective countries. The comparative advantage is the main reason for continuing outsourcing. New trends in quaternary services include knowledge processing outsourcing (KPO) and ‘home shoring’, the latter as an alternative to outsourcing. The KPO industry is distinct from Business Process Outsourcing (BPO) as it involves more high skilled workers. It is information driven knowledge outsourcing. KPO enables companies to create additional business opportunities. Examples of KPOs include research and development (R and D) activities, e-learning, business research, intellectual property (IP) research, legal profession and the banking sector.

Outsourcing or contracting out is giving work to an outside agency to improve efficiency and reduce costs. When outsourcing involves transferring work to overseas locations, it is described by the term off-shoring, although both off-shoring and outsourcing are used together. Business activities that are outsourced include information technology (IT), human resources, customer support and call centre services and at times also manufacturing and engineering.

Data processing is an IT related service easily be carried out in Asian, East European and African countries. In these countries IT skilled staff with good English language skills are available at lower wages than those in the developed countries. Thus, a company in Hyderabad or Manila does work on a project based on GIS techniques for a country like U.S.A or Japan. Overhead costs are also much lower making it profitable to get job-work carried out overseas, whether it is in India, China or even a less populous country like Botswana in Africa.
Describe the nature of work against each colour name

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<th>Colour of the collar</th>
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Medical Services for Overseas Patients in India

About 55,000 patients from U.S.A. visited India in 2005 for treatment. This is still a small number compared with the millions of surgeries performed each year in the U.S. healthcare system. India has emerged as the leading country of medical tourism in the world. World class hospitals located in metropolitan cities cater to patients all over the world. Medical tourism brings abundant benefits to developing countries like India, Thailand, Singapore and Malaysia. Beyond medical tourism, is the trend of outsourcing of medical tests and data interpretation. Hospitals in India, Switzerland and Australia have been performing certain medical services – ranging from reading radiology images, to interpreting Magnetic Resonance Images (MRIs) and ultrasound tests.

Outsourcing holds tremendous advantages for patients, if it is focused on improving quality or providing specialised care.

Medical Tourism

When medical treatment is combined with international tourism activity, it lends itself to what is commonly known as medical tourism.

THE DIGITAL DIVIDE

Opportunities emerging from the Information and Communication Technology based development is unevenly distributed across the globe. There are wide ranging economic, political and social differences among countries. How quickly countries can provide ICT access and benefits to its citizens is the deciding factor. While developed countries in general have surged forward, the developing countries have lagged behind and this is known as the digital divide. Similarly digital divides exist within countries. For example, in a large country like India or Russia, it is inevitable that certain areas like metropolitan centres possess better connectivity and access to the digital world versus peripheral rural areas.

Organise an informal debate session in your class about how the emerging medical industry of our country become a boom as well as doom?
EXERCISES

1. Choose the right answer from the four alternatives given below.
   (i) Which one of the following is a tertiary activity?
       (a) Farming  (c) Weaving
       (b) Trading  (d) Hunting
   (ii) Which one of the following activities is NOT a secondary sector activity?
        (a) Iron Smelting  (c) Making garments
        (b) Catching fish  (d) Basket Weaving
   (iii) Which one of the following sectors provides most of the employment in Delhi, Mumbai, Chennai and Kolkata.
        (a) Primary  (c) Secondary
        (b) Quaternary  (d) Service
   (iv) Jobs that involve high degrees and level of innovations are known as:
        (a) Secondary activities  (c) Quinary activities
        (b) Quaternary activities  (d) Primary activities
   (v) Which one of the following activities is related to quaternary sector?
        (a) Manufacturing computers  (c) University teaching
        (b) Paper and Raw pulp production  (d) Printing books
   (vi) Which one out of the following statements is not true?
        (a) Outsourcing reduces costs and increases efficiency.
        (b) At times engineering and manufacturing jobs can also be outsourced.
        (c) BPOs have better business opportunities as compared to KPOs.
        (d) There may be dissatisfaction among job seekers in the countries that outsource the job.

2. Answer the following questions in about 30 words.
   (i) Explain retail trading service.
   (ii) Describe quaternary services.
   (iii) Name the fast emerging countries of medical tourism in the world.
   (iv) What is digital divide?

3. Answer the following questions in not more than 150 words.
   (i) Discuss the significance and growth of the service sector in modern economic development.
   (ii) Explain in detail the significance of transport and communication services.

Project/Activity

(i) Find out the activities of BPO.
(ii) Find out from a travel agent the documents you need to travel abroad.
Natural resources, economic activities and markets are rarely found in one place. Transport, communication and trade establish links between producing centres and consuming centres. The system of mass production and exchange is complex. Each region produces the items for which it is best suited. Trade or the exchange of such commodities relies on transportation and communication. Likewise, the high living standards and quality of life depend on efficient transportation, communications and trade. In earlier days, the means of transport and communication were the same. But today both have acquired distinct and specialised forms. Transport provides the network of links and carriers through which trade takes place.

**TRANSPORT**

Transport is a service or facility for the carriage of persons and goods from one place to the other using humans, animals and different kinds of vehicles. Such movements take place over land, water and air. Roads and railways form part of land transport; while shipping and waterways and airways are the other two modes. Pipelines carry materials like petroleum, natural gas, and ores in liquidified form.

Moreover, transportation is an organised service industry created to satisfy the basic needs of society. It includes transport arteries, vehicles to carry people and goods, and the organisation to maintain arteries, and to handle loading, unloading and delivery. Every nation has developed various kinds of transportation for defence purposes. Assured and speedy transportation, along with efficient communication, promote cooperation and unity among scattered peoples.

**What is a Transport Network?**

Several places (nodes) joined together by a series of routes (links) to form a pattern.

**MODES OF TRANSPORTATION**

The principal modes of world transportation, as already mentioned are land, water, air and
pipelines. These are used for inter-regional and intra-regional transport, and each one (except pipelines) carries both passengers and freight. The significance of a mode depends on the type of goods and services to be transported, costs of transport and the mode available. International movement of goods is handled by ocean freighters. Road transport is cheaper and faster over short distances and for door-to-door services. Railways are most suited for large volumes of bulky materials over long distances within a country. High-value, light and perishable goods are best moved by airways. In a well-managed transport system, these various modes complement each other.

Land Transport

Most of the movement of goods and services takes place over land. In early days, humans themselves were carriers. Have you ever seen a bride being carried on a palanquin (palki/doli) by four persons (Kahars in north India)? Later animals were used as beasts of burden. Have you seen mules, horses and camels, carrying loads of cargo in rural areas? With the invention of the wheel, the use of carts and wagons became important. The revolution in transport came about only after the invention of the steam engine in the eighteenth century. Perhaps the first public railway line was opened in 1825 between Stockton and Darlington in northern England and then onwards, railways became the most popular and fastest form of transport in the nineteenth century. It opened up continental interiors for commercial grain farming, mining and manufacturing in U.S.A. The invention of the internal combustion engine revolutionised road transport in terms of road quality and vehicles (motor cars and trucks) plying over them. Among the newer developments in land transportation are pipelines, ropeways and cableways. Liquids like mineral oil, water, sludge and sewers are transported by pipelines. The great freight carriers are the railways, ocean vessels, barges, boats and motor trucks and pipelines.

In general, the old and elementary forms like the human porter, pack animal, cart or wagon are the most expensive means of transportation and large freighters are the cheapest. They are important in supplementing modern channels and carriers which penetrate the interiors in large countries. In the densely populated districts of India and China, overland transport still takes place by human porters or carts drawn or pushed by humans.

Pack Animals

Horses are used as a draught animal even in the Western countries. Dogs and reindeer are used in North America, North Europe and Siberia to draw sledges over snow-covered ground. Mules are preferred in the mountainous regions; while camels are used for caravan movement in deserts. In India, bullocks are used for pulling carts.
Roads

Road transport is the most economical for short distances compared to railways. Freight transport by road is gaining importance because it offers door-to-door service. But unmetalled roads, though simple in construction, are not effective and serviceable for all seasons. During the rainy season these become unmotorable and even the metalled ones are seriously handicapped during heavy rains and floods. In such conditions, the high embankment of rail-tracks and the efficient maintenance of railway transport service, is an effective solution. But the rail kilometrage being small cannot serve the needs of vast and developing countries at a low cost. Roads, therefore, play a vital role in a nation's trade and commerce and for promoting tourism.

The quality of the roads varies greatly between developed and developing countries because road construction and maintenance require heavy expenditure. In developed countries good quality roads are universal and provide long-distance links in the form of motorways, autobahns (Germany), and inter-state highways for speedy movement. Lorries, of increasing size and power to carry heavy loads, are common. But unfortunately, the world’s road system is not well developed.

The world’s total motorable road length is only about 15 million km, of which North America accounts for 33 per cent. The highest road density and the highest number of vehicles are registered in this continent compared to Western Europe.

<table>
<thead>
<tr>
<th>Sl. No.</th>
<th>Countries</th>
<th>For every 100 km² area</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>India</td>
<td>105</td>
</tr>
<tr>
<td>2.</td>
<td>Japan</td>
<td>327</td>
</tr>
<tr>
<td>3.</td>
<td>France</td>
<td>164</td>
</tr>
<tr>
<td>4.</td>
<td>U.K.</td>
<td>162</td>
</tr>
<tr>
<td>5.</td>
<td>U.S.A.</td>
<td>67</td>
</tr>
<tr>
<td>6.</td>
<td>Spain</td>
<td>68</td>
</tr>
<tr>
<td>7.</td>
<td>Sri Lanka</td>
<td>151</td>
</tr>
</tbody>
</table>


Traffic Flows: Traffic on roads has increased dramatically in recent years. When the road network cannot cope with the demands of traffic, congestion occurs. City roads suffer from chronic traffic congestion. Peaks (high points) and troughs (low points) of traffic flow can be seen on roads at particular times of the day, for example, peaks occurring during the rush hour before and after work. Most of the cities in the world have been facing the problem of congestion.

Think on these lines for a better tomorrow . . .

**URBAN TRANSPORT SOLUTIONS**
- Higher Parking Fee
- Mass Rapid Transit (MRT)
- Improved Public Bus Service
- Expressways

Highways

Highways are metalled roads connecting distant places. They are constructed in a manner for unobstructed vehicular movement. As such these are 80 m wide, with separate traffic lanes, bridges, flyovers and dual carriageways to facilitate uninterrupted traffic flow. In developed countries, every city and port town is linked through highways.

Fig. 8.3: Dharmavaram Tuni National Highway, India
In North America, highway density is high, about 0.65 km per sq km. Every place is within 20 km distance from a highway. Cities located on the Pacific coast (west) are well-connected with those of the Atlantic Coast (east). Likewise, the cities of Canada in the north are linked with those of Mexico in the south. The Trans-Canadian Highway links Vancouver in British Columbia (west coast) to St. John’s City in Newfoundland (east coast) and the Alaskan Highway links Edmonton (Canada) to Anchorage (Alaska).

The Pan-American Highway, a large portion of which has been constructed, will connect the countries of South America, Central America and U.S.A.-Canada. The Trans-Continental Stuart Highway connects Darwin (north coast) and Melbourne via Tennant Creek and Alice Springs in Australia.

Europe has a large number of vehicles and a well-developed highway network. But highways face a lot of competition from railways and waterways.

In Russia, a dense highway network is developed in the industrialised region west of the Urals with Moscow as the hub. The important Moscow-Vladivostok Highway serves the region to the east. Due to the vast geographical area, highways in Russia are not as important as railways.

In China, highways criss-cross the country connecting all major cities such as Tsungtso (near Vietnam boundary), Shanghai (central China), Guangzhou (south) and Beijing (north). A new highway links Chengdu with Lhasa in Tibet.

In India, there are many highways linking the major towns and cities. For example, National Highway No. 7 (NH 7), connecting Varanasi with Kanya Kumari, is the longest in the country. The Golden Quadrilateral (GQ) or Super Expressway is underway to connect the four metropolitain cities — New Delhi, Mumbai, Bangalore, Chennai, Kolkata and Hyderabad.

In Africa, a highway joins Algiers in the north to Conakry in Guinea. Similarly, Cairo is also connected to Cape Town.

### Border Roads

Roads laid along international boundaries are called border roads. They play an important role in integrating people in remote areas with major cities and providing defence. Almost all countries have such roads to transport goods to border villages and military camps.

### Railways

Railways are a mode of land transport for bulky goods and passengers over long distances. The railway gauges vary in different countries and are roughly classified as broad (more than 1.5 m), standard (1.44 m), metre gauge (1 m) and smaller gauges. The standard gauge is used in the U.K.

Commuter trains are very popular in U.K., U.S.A, Japan and India. These carry millions of passengers daily to and fro in the city. There are about 13 lakh km of railways open for traffic in the world.

![Fig. 8.4: Tube Train in Vienna](image)

### Table 8.2: Total Length of Railways in Selected Countries (in 100 sq km)

<table>
<thead>
<tr>
<th>Sl. No.</th>
<th>Countries</th>
<th>For every 100/km² area</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.</td>
<td>U.S.A.</td>
<td>278.3</td>
</tr>
<tr>
<td>2.</td>
<td>Russia</td>
<td>160.8</td>
</tr>
<tr>
<td>3.</td>
<td>India</td>
<td>144.7</td>
</tr>
<tr>
<td>4.</td>
<td>Canada</td>
<td>93.5</td>
</tr>
<tr>
<td>5.</td>
<td>Germany</td>
<td>90.8</td>
</tr>
<tr>
<td>6.</td>
<td>China</td>
<td>70.1</td>
</tr>
<tr>
<td>7.</td>
<td>Australia</td>
<td>40.0</td>
</tr>
<tr>
<td>8.</td>
<td>U.K.</td>
<td>37.9</td>
</tr>
<tr>
<td>9.</td>
<td>France</td>
<td>34.5</td>
</tr>
<tr>
<td>10.</td>
<td>Brazil</td>
<td>30.1</td>
</tr>
</tbody>
</table>

*Source: Encyclopaedia Britannica – Year Book, 2005.*
Europe has one of the most dense rail networks in the world. There are about 4,40,000 km of railways, most of which is double or multiple-tracked. Belgium has the highest density of 1 km of railway for every 6.5 sq kms area. The industrial regions exhibit some of the highest densities in the world. The important rail heads are London, Paris, Brussels, Milan, Berlin and Warsaw. Passenger transport is more important than freight in many of these countries. Underground railways are important in London and Paris. Channel Tunnel, operated by Euro Tunnel Group through England, connects London with Paris. Trans-continental railway lines have now lost their importance to quicker and more flexible transport systems of airways and roadways.

In Russia, railways account for about 90 per cent of the country's total transport with a very dense network west of the Urals. Moscow is the most important rail head with major lines radiating to different parts of the country's vast geographical area. Underground railways and commuter trains are also important in Moscow.

North America has one of the most extensive rail networks accounting for nearly 40 per cent of the world's total? In contrast to many European countries, the railways are used more for long-distance bulky freight like ores, grains, timber and machinery than for passengers. The most dense rail network is found in the highly industrialised and urbanised region of East Central U.S.A. and adjoining Canada.

In Canada, railways are in the public sector and distributed all over the sparsely populated areas. The transcontinental railways carry the bulk of wheat and coal tonnage.

Australia has about 40,000 km of railways, of which 25 per cent are found in New South Wales alone. The west-east Australian National Railway line runs across the country from Perth to Sydney. New Zealand's railways are mainly in the North Island to serve the farming areas.

In South America, the rail network is the most dense in two regions, namely, the Pampas of Argentina and the coffee growing region of Brazil which together account for 40 per cent of South America's total route length. Only Chile, among the remaining countries has a considerable route length linking coastal centres with the mining sites in the interior. Peru, Bolivia, Ecuador, Colombia and Venezuela have short single-track rail-lines from ports to the interior with no inter-connecting links.

There is only one trans-continental rail route linking Buenos Aires (Argentina) with Valparaiso (Chile) across the Andes Mountains through the Uspallatta Pass located at a height of 3,900 m.

In Asia, rail network is the most dense in the thickly populated areas of Japan, China and India. Other countries have relatively few rail routes. West Asia is the least developed in rail facilities because of vast deserts and sparsely populated regions.

Africa continent, despite being the second largest, has only 40,000 km of railways with South Africa alone accounting for 18,000 km due to the concentration of gold, diamond and copper mining activities. The important routes of the continent are: (i) the Benguela Railway through Angola to Katanga-Zambia Copper Belt; (ii) the Tanzania Railway from the Zambian Copper Belt to Dar-es-Salaam on the coast; (iii) the Railway through Botswana and Zimbabwe linking the landlocked states to the South African network; and (iv) the Blue Train from Cape Town to Pretoria in the Republic of South Africa. Elsewhere, as in Algeria, Senegal, Nigeria, Kenya and Ethiopia, railway lines connect port cities to interior centres but do not form a good network with other countries.
**Trans–Continental Railways**

Trans–continental railways run across the continent and link its two ends. They were constructed for economic and political reasons to facilitate long runs in different directions. The following are the most important of these:

**Trans–Siberian Railway**

This is a trans–siberian Railways major rail route of Russia runs from St. Petersburg in the west to Vladivostok on the Pacific Coast in the east passing through Moscow, Ufa, Novosibirsk, Irkutsk, Chita and Khabarovsk. It is the most important route in Asia and the longest (9,332 km) double-tracked and electrified trans–continental railway in the world. It has helped in opening up its Asian region to West European markets. It runs across the Ural Mountains Ob and Yenisei rivers Chita is an important agro–centre and Irkutsk, a fur centre. There are connecting links to the south, namely, to Odessa (Ukraine), Baku on the Caspian Coast, Tashkent (Uzbekistan), Ulan Bator (Mongolia), and Shenyang (Mukden) and Beijing in China.

**Trans–Canadian Railways**

This 7,050 km long rail-line in Canada runs from Halifax in the east to Vancouver on the Pacific Coast passing through Montreal, Ottawa, Winnipeg and Calgary (Fig. 8.6). It was constructed in 1886, initially as part of an agreement to make British Columbia on the west coast join the Federation of States. Later on, it gained economic significance because it connected the Quebec-Montreal Industrial Region with the wheat belt of the Prairie Region and the Coniferous Forest region in the north. Thus each of these regions became complementary to the other. A loop line from
Winnipeg to Thunder Bay (Lake Superior) connects this rail-line with one of the important waterways of the world. This line is the economic artery of Canada. Wheat and meat are the important exports on this route.

**The Union and Pacific Railway**

This rail-line connects New York on the Atlantic Coast to San Francisco on the Pacific Coast passing through Cleveland, Chicago, Omaha, Evans, Ogden and Sacramento. The most valuable exports on this route are ores, grain, paper, chemicals and machinery.

**The Australian Trans–Continental Railway**

This rail-line runs west-east across the southern part of the continent from Perth on the west coast, to Sydney on the east coast, passing through Kalgoorlie, Broken Hill and Port Augusta (Fig. 8.7).

Another major north-south line connects Adelaide and Alice Spring and to be joined further to the Darwin–Birdum line.

**The Orient Express**

This line runs from Paris to Istanbul passing through Strasbourg, Munich, Vienna, Budapest and Belgrade. The journey time from London to Istanbul by this Express is now reduced to 96 hours as against 10 days by the sea-route. The chief exports on this rail-route are cheese, bacon, oats, wine, fruits, and machinery.

There is a proposal to build a Trans–Asiatic Railway linking Istanbul with Bangkok via Iran, Pakistan, India, Bangladesh and Myanmar.

**WATER TRANSPORT**

One of the great advantages of water transportation is that it does not require route construction. The oceans are linked with each
other and are negotiable with ships of various sizes. All that is needed is to provide port facilities at the two ends. It is much cheaper because the friction of water is far less than that of land. The energy cost of water transportation is lower. Water transport is divided into ocean routes and inland waterways.

Ocean Routes

The oceans offer a smooth highway traversable in all directions with no maintenance costs. Its transformation into a routeway by sea-going vessels is an important development in human adaptation to the physical environment. Compared to land and air, ocean transport is a cheaper means of haulage (carrying of load) of bulky material over long distances from one continent to another.

Modern passenger liners (ships) and cargo ships are equipped with radar, wireless and other navigation aids. The development of refrigerated chambers for perishable goods, tankers and specialised ships has also improved cargo transport. The use of containers has made cargo handling at the world’s major ports easier.

Important Ocean Routes

Major ocean trade routes are shown in the Fig. 8.9. Some important ocean routes have been discussed in the following pages.
The Northern Atlantic Sea Route

This links North-eastern U.S.A. and North-western Europe, the two industrially developed regions of the world. The foreign trade over this route is greater than that of the rest of the world combined. One fourth of the world’s foreign trade moves on this route. It is, therefore, the busiest in the world and otherwise, called the Big Trunk Route. Both the coasts have highly advanced ports and harbour facilities.

Activity

Find out some of the important ports on the coast of U.S.A. and Western Europe in your atlas.

This sea route passes through the heart of the Old World and serves more countries and people than any other route. Port Said, Aden, Mumbai, Colombo and Singapore are some of the important ports on this route. The construction of Suez canal has greatly reduced the distance and time as compared to the earlier route through the Cape of Good Hope.

The Mediterranean–Indian Ocean Route

The trade route connects the highly industrialised Western European region with West Africa, South Africa, South-east Asia and the commercial agriculture and livestock economies of Australia and New Zealand. Before the construction of the Suez Canal this was the route connecting Liverpool and Colombo which was 6,400 km longer than the Suez Canal route. The volume of trade and traffic between both East and West Africa is on the increase due to the development of the rich natural resources such as gold, diamond, copper, tin, groundnut, oil palm, coffee and fruits.

The Cape of Good Hope Sea Route

This sea route is another important one across the Atlantic Ocean which connects West European and West African countries with Brazil, Argentina and Uruguay in South America. The traffic is far less on this route compared to that of the North Atlantic Route.
because of the limited development and population in South America and Africa. Only southeastern Brazil and Plata estuary and parts of South Africa have large-scale industries. There is also little traffic on the route between Rio de Janeiro and Cape Town because both South America and Africa have similar products and resources.

Trade across the vast North Pacific Ocean moves by several routes which converge at Honolulu. The direct route on the Great Circle links Vancouver and Yokohama and reduces the travelling distance (2,480 km) by half.

**The North Atlantic Sea Route**

This sea route links the ports on the west-coast of North America with those of Asia. These are Vancouver, Seattle, Portland, San Francisco and Los Angeles on the American side and Yokohama, Kobe, Shanghai, Hong Kong, Manila and Singapore on the Asian side.

**The South Pacific Sea Route**

This sea route connects Western Europe and North America with Australia, New Zealand and the scattered Pacific islands via the Panama Canal. This route is also used for reaching Hong Kong, Philippines and Indonesia. The distance covered between Panama and Sydney is 12,000 km. Honolulu is an important port on this route.

**Coastal Shipping**

It is obvious that water transport is a cheaper mode. While oceanic routes connect different countries, coastal shipping is a convenient mode of transportation with long coastlines, e.g. U.S.A, China and India. Shenzhen States in Europe are most suitably placed for coastal shipping connecting one member’s coast with the other. If properly developed, coastal shipping can reduce the congestion on the land routes.

**Shipping Canals**

The Suez and the Panama Canals are two vital man-made navigation canals or waterways which serve as gateways of commerce for both the eastern and western worlds.

**The Suez Canal**

This canal had been constructed in 1869 in Egypt between Port Said in the north and Port Suez in the south linking the Mediterranean Sea and the Red Sea. It gives Europe a new gateway to the Indian Ocean and reduces direct sea-route distance between Liverpool and Colombo compared to the Cape of Good Hope route. It is a sea-level canal without locks which is about 160 km and 11 to 15 m deep. About 100 ships travel daily and each ship takes 10-12 hours to cross this canal. The tolls are so heavy that some find it cheaper to go by the longer Cape Route whenever the consequent delay is not important. A railway follows the canal to Suez, and from Ismailia there is a branch line to Cairo. A navigable fresh-water canal from the Nile also joins the Suez Canal in Ismailia to supply fresh-water to Port Said and Suez.

![Fig. 8.10 : Suez Canal](image)

**The Panama Canal**

This canal connects the Atlantic Ocean in the east to the Pacific Ocean in the west. It has been
constructed across the Panama Isthmus between Panama City and Colon by the U.S. government which purchased 8 km of area on either side and named it the Canal Zone. The Canal is about 72 km. long and involves a very deep cutting for a length of 12 km. It has a six-lock system and ships cross the different levels (26 m up and down) through these locks before entering the Gulf of Panama.

It shortens the distance between New York and San Francisco by 13,000 km by sea. Likewise the distance between Western Europe and the West-coast of U.S.A.; and North-eastern and Central U.S.A. and East and South-east Asia is shortened. The economic significance of this Canal is relatively less than that of the Suez. However, it is vital to the economies of Latin America.

**Inland Waterways**

Rivers, canals, lakes and coastal areas have been important waterways since time immemorial. Boats and steamers are used as means of transport for cargo and passengers. The development of inland waterways is dependent on the *navigability* width and depth of the channel, continuity in the *water flow*, and *transport technology* in use. Rivers are the only means of transport in dense forests. Very heavy cargo like coal, cement, timber and metallic ores can be transported through inland waterways. In ancient times, riverways were the main highways of transportation as in the case of India. But they lost importance because of competition from railways, lack of water due to diversion for irrigation, and their poor maintenance.

![Fig. 8.11: The Panama Canal](image)

Can you think of the impact on traffic in Panama canal after the Nicaraguan canal opens up?
The significance of rivers as inland waterways for domestic and international transport and trade has been recognised throughout the developed world. Despite inherent limitations, many rivers have been modified to enhance their navigability by dredging, stabilising river banks, and building dams and barrages for regulating the flow of water. The following river waterways are some of the world’s important highways of commerce.

**The Rhine Waterways**

The Rhine flows through Germany and the Netherlands. It is navigable for 700 km from Rotterdam, at its mouth in the Netherlands to Basel in Switzerland. Ocean-going vessels can reach up to Cologne. The Ruhr river joins the Rhine from the east. It flows through a rich coalfield and the whole basin has become a prosperous manufacturing area. Dusseldorf is the Rhine port for this region. Huge tonnage moves along the stretch south of the Ruhr. This waterway is the world’s most heavily used. Each year more than 20,000 ocean-going ships and 2,00,000 inland vessels exchange their cargoes. It connects the industrial areas of Switzerland, Germany, France, Belgium and the Netherlands with the North Atlantic Sea Route.

**The Danube Waterway**

This important inland waterway serves Eastern Europe. The Danube river rises in the Black Forest and flows eastwards through many countries. It is navigable up to Taurna Severin. The chief export items are wheat, maize, timber, and machinery.

**The Volga Waterway**

Russia has a large number of developed waterways, of which the Volga is one of the most important. It provides a navigable waterway of 11,200 km and drains into the Caspian Sea. The Volga-Moscow Canal connects it with the Moscow region and the Volga-Don Canal with the Black Sea.

**The Great Lakes – St. Lawrence Seaway**

The Great Lakes of North America Superior, Huron Erie and Ontario are connected by Soo Canal and Welland Canal to form an inland waterway. The estuary of St. Lawrence River, along with the Great Lakes, forms a unique commercial waterway in the northern part of North America. The ports on this route like Duluth and Buffalo are equipped with all facilities of ocean ports. As such large ocean-going vessels are able to navigate up the river deep inside the continent to Montreal. But here goods have to be trans-shipped to smaller vessels due to the presence of rapids. Canals have been constructed up to 3.5 m deep to avoid these.
At present no place in the world is more than 35 hours away. This startling fact has been made possible due to people who build and fly airplanes. Travel by air can now be measured by hours and minutes instead of years and months. Frequent air services are available to many parts of the world. Although, U.K. pioneered the use of commercial jet transport, U.S.A. developed largely post-War international civil aviation. Today, more than 250 commercial airlines offer regular services to different parts of the world. Recent developments can change the future course of air transport. Supersonic aircraft, cover the distance between London and New York within three and a half hours.

**Inter-Continental Air Routes**

In the Northern Hemisphere, there is a distinct east-west belt of inter-continental air routes. Dense network exists in Eastern U.S.A., Western Europe and Southeast Asia. U.S.A. alone accounts for 60 per cent of the airways of the world. New York, London, Paris, Amsterdam, Frankfurt Rome, Moscow, Karachi, New Delhi, Mumbai, Bangkok, Singapore, Tokyo, San Francisco, Los Angeles and Chicago are the nodal points where air routes converge or radiate to all continents.

Africa, Asiatic part of Russia and South America lack air services. There are limited air services between 10-35 latitudes in the Southern hemisphere due to sparser population, limited landmass and economic development.

**PIPILINES**

Pipelines are used extensively to transport liquids and gases such as water, petroleum and natural gas for an uninterrupted flow. Water supplied through pipelines is familiar to all. Cooking gas or LPG is supplied through pipelines in many parts of the world. Pipelines can also be used to transport liquidified coal. In New Zealand, milk is being supplied through pipelines from farms to factories.

In U.S.A. there is a dense network of oil pipelines from the producing areas to the

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*Fig. 8.15: An Aeroplane at Salsburg Airport*

The manufacturing of aircrafts and their operations require elaborate infrastructure like hangars, landing, fuelling, and maintenance facilities for the aircrafts. The construction of airports is also very expensive and has developed more in highly industrialised countries where there is a large volume of traffic.
consuming areas. Big Inch is one such famous pipeline, which carries petroleum from the oil wells of the Gulf of Mexico to the North-eastern States. About 17 per cent of all freight per tonne-km. is carried through pipelines in U.S.A.

The proposed Iran-India via Pakistan international oil and natural gas pipeline will be the longest in the world.

COMMUNICATIONS

Human beings have used different methods long-distance communications of which the telegraph and the telephone were important. The telegraph was instrumental in the colonisation of the American West. During the early and mid-twentieth century, the American Telegraph and Telephone Company (AT&T) enjoyed a monopoly over U.S.A.’s telephone industry. In fact, the telephone became a critical factor in the urbanisation of America. Firms centralised their functioning at city-headquarters and located their branch offices in smaller towns. Even today, the telephone is the most commonly used mode. In developing countries, the use of cell phones, made possible by satellites, is important for rural connectivity.

Today there is a phenomenal pace of development. The first major breakthrough is the use of optic fiber cables (OFC). Faced with mounting competition, telephone companies all

Fig. 8.16: Major Airports

Fig. 8.17: Pipelines transporting natural gas in Ukraine

In Europe, Russia, West Asia and India pipelines are used to connect oil wells to refineries, and to ports or domestic markets. Turkmnenistan is central Asia has extended pipelines to Iran and also to parts of China.
over the world soon upgraded their copper cable systems to include optic fiber cables. These allow large quantities of data to be transmitted rapidly, securely, and are virtually error-free. With the digitisation of information in the 1990s, telecommunication slowly merged with computers to form integrated networks termed as Internet.

**Satellite Communication**

Today Internet is the largest electronic network on the planet connecting about 1,000 million people in more than 100 countries.

Communication through satellites emerged as a new area in communication technology since the 1970s after U.S.A. and former U.S.S.R. pioneered space research. Artificial satellites, now, are successfully deployed in the earth’s orbit to connect even the remote corners of the globe with limited on-site verification. These have rendered the unit cost and time of communication invariant in terms of distance. This means it costs the same to communicate over 500 km as it does over 5,000 km via satellite.

India has also made great strides in satellite development. Aryabhatt was launched on 19 April 1979, Bhaskar-I in 1979 and Rohini in 1980. On 18 June 1981, APPLE (Arian Passenger Payload Experiment) was launched through Arian rocket. Bhaskar, Challenger and INSAT I-B have made long-distance communication, television and radio very effective. Today weather forecasting through television is a boon.

**Cyber Space – Internet**

Cyberspace is the world of electronic computerised space. It is encompassed by the Internet such as the World Wide Web (www). In simple words, it is the electronic digital world for communicating or accessing information over computer networks without physical movement of the sender and the receiver... It is also referred to as the Internet. Cyberspace exists everywhere. It may be in an office, sailing boat, flying plane and virtually anywhere.

The speed at which this electronic network has spread is unprecedented in human history. There were less than 50 million Internet users in 1995, about 400 million in 2000 A.D. and over one billion in 2005. The next billion users are to be added by 2010. In the last five years there has been a shift among global users from U.S.A. to the developing countries. The percentage share of U.S.A. has dropped from 66 in 1995 to only 25 in 2005. Now the majority of the world’s users are in U.S.A., U.K., Germany, Japan, China and India.

As billions use the Internet each year, cyberspace will expand the contemporary economic and social space of humans through e-mail, e-commerce, e-learning and e-governance. Internet together with fax, television and radio will be accessible to more and more people cutting across place and time. It is these modern communication systems, more than transportation, that has made the concept of global village a reality.
**EXERCISES**

1. Choose the right answer from the four alternatives given below.
   (i) The Trans–Continental Stuart Highway runs between
   (a) Darwin and Melbourne  
   (b) Edmonton and Anchorage  
   (c) Vancouver and St. John’s City  
   (d) Chengdu and Lhasa
   (ii) Which country has the highest density of railway network?
   (a) Brazil  
   (b) U.S.A  
   (c) Canada  
   (d) Russia
   (iii) The Big Trunk Route runs through
   (a) The Mediterranean – Indian ocean  
   (b) The North Atlantic Ocean  
   (c) The South Atlantic Ocean  
   (d) The North Pacific Ocean
   (iv) The Big Inch pipeline transports
   (a) Milk  
   (b) Liquid petroleum gas (LGP)  
   (c) Water  
   (d) Petroleum
   (v) Which one pair of the following places is linked by Channel Tunnel?
   (a) London – Berlin  
   (b) Paris – London  
   (c) Berlin – Paris  
   (d) Barcelona – Berlin

2. Answer the following questions in about 30 words.
   (i) What are the problems of road transport in mountainous, desert and flood prone regions?
   (ii) What is a trans–continental railway?
   (iii) What are the advantages of water transport?

3. Answer the following questions in not more than 150 words.
   (i) Elucidate the statement– “In a well managed transport system, various modes complement each other”.
   (ii) Which are the major regions of the world having a dense network of airways.
   (iii) What are the modes by which cyber space will expand the contemporary economic and social space of humans.
International Trade

You are already familiar with the term “trade” as a tertiary activity which you have studied in Chapter 7 of this book. You know that trade means the voluntary exchange of goods and services. Two parties are required to trade. One person sells and the other purchases. In certain places, people barter their goods. For both the parties trade is mutually beneficial.

Trade may be conducted at two levels: international and national. International trade is the exchange of goods and services among countries across national boundaries. Countries need to trade to obtain commodities, they cannot produce themselves or they can purchase elsewhere at a lower price.

The initial form of trade in primitive societies was the barter system, where direct exchange of goods took place. In this system if you were a potter and were in need of a plumber, you would have to look for a plumber who would be in need of pots and you could exchange your pots for his plumbing service.

Fig. 9.1: Two women practising barter system in Jon Beel Mela

Every January after the harvest season Jon Beel Mela takes place in Jagirod, 35 km away from Guwahati and it is possibly the only fair in India, where barter system is still alive. A big market is organised during this fair and people from various tribes and communities exchange their products.

The difficulties of barter system were overcome by the introduction of money. In the olden times, before paper and coin currency
came into being, rare objects with very high intrinsic value served as money, like, flintstones, obsidian, cowrie shells, tiger’s paws, whale’s teeth, dogs teeth, skins, furs, cattle, rice, peppercorns, salt, small tools, copper, silver and gold.

**Do You Know**

The word salary comes from the Latin word *Salarium* which means payment by salt. As in those times producing salt from sea water was unknown and could only be made from rock salt which was rare and expensive. That is why it became a mode of payment.

**HISTORY OF INTERNATIONAL TRADE**

In ancient times, transporting goods over long distances was risky, hence trade was restricted to local markets. People then spent most of their resources on basic necessities – food and clothes. Only the rich people bought jewellery, costly dresses and this resulted in trade of luxury items.

The Silk Route is an early example of long distance trade connecting Rome to China – along the 6,000 km route. The traders transported Chinese silk, Roman wool and precious metals and many other high value commodities from intermediate points in India, Persia and Central Asia.

After the disintegration of the Roman Empire, European commerce grew during twelfth and thirteenth century with the development of ocean going warships. Trade between Europe and Asia grew and the Americas were discovered.

Fifteenth century onwards, the European colonialism began and along with trade of exotic commodities, a new form of trade emerged which was called *slave trade*. The Portuguese, Dutch, Spaniards, and British captured African natives and forcefully transported them to the newly discovered Americas for their labour in the plantations. Slave trade was a lucrative business for more than two hundred years till it was abolished in Denmark in 1792, Great Britain in 1807 and United States in 1808.

![Figure 9.2 : Advertisement for Slave Auction, 1829](image)

This American slave auction advertised slaves for sale or temporary hire by their owners. Buyers often paid as much as $2,000 for a skilled, healthy slave. Such auctions often separated family members from one another, many of whom never saw their loved ones again.

After the Industrial Revolution the demand for raw materials like grains, meat, wool also expanded, but their monetary value declined in relation to the manufactured goods.

The industrialised nations imported primary products as raw materials and exported the value added finished products back to the non-industrialised nations.

In the later half of the nineteenth century, regions producing primary goods were no more important, and industrial nations became each other’s principle customers.

During the World Wars I and II, countries imposed trade taxes and quantitative restrictions for the first time. During the post-war period, organisations like General Agreement for Tariffs and Trade (which later became the World Trade Organisation), helped in reducing tariff.

**Why Does International Trade Exist?**

International trade is the result of specialisation in production. It benefits the world economy if
different countries practise specialisation and division of labour in the production of commodities or provision of services. Each kind of specialisation can give rise to trade. Thus, international trade is based on the principle of comparative advantage, complimentarity and transferability of goods and services and in principle, should be mutually beneficial to the trading partners.

In modern times, trade is the basis of the world’s economic organisation and is related to the foreign policy of nations. With well-developed transportation and communication systems, no country is willing to forego the benefits derived from participation in international trade.

**Basis of International Trade**

(i) *Difference in national resources:* The world’s national resources are unevenly distributed because of differences in their physical make up i.e. geology, relief soil and climate.

(a) *Geological structure:* It determines the mineral resource base and topographical differences ensure diversity of crops and animals raised. Lowlands have greater agricultural potential. Mountains attract tourists and promote tourism.

(b) *Mineral resources:* They are unevenly distributed the world over. The availability of mineral resources provides the basis for industrial development.

(c) *Climate:* It influences the type of flora and fauna that can survive in a given region. It also ensures diversity in the range of various products, e.g. wool production can take place in cold regions, bananas, rubber and cocoa can grow in tropical regions.

(ii) *Population factors:* The size, distribution and diversity of people between countries affect the type and volume of goods traded.

(a) *Cultural factors:* Distinctive forms of art and craft develop in certain cultures which are valued the world over, e.g. China produces the finest porcelains and brocades. Carpets of Iran are famous while North African leather work and Indonesian batik cloth are prized handicrafts.

(b) *Size of population:* Densely populated countries have large volume of internal trade but little external trade because most of the agricultural and industrial production is consumed in the local markets. Standard of living of the population determines the demand for better quality imported products because with low standard of living only a few people can afford to buy costly imported goods.

(iii) *Stage of economic development:* At different stages of economic development of countries, the nature of items traded undergo changes. In agriculturally important countries, agro products are exchanged for manufactured goods whereas industrialised nations export machinery and finished products and import food grains and other raw materials.

(iv) *Extent of foreign investment:* Foreign investment can boost trade in developing countries which lack in capital required for the development of mining, oil drilling, heavy engineering, lumbering and plantation agriculture. By developing such capital intensive industries in developing countries, the industrial nations ensure import of food stuffs, minerals and create markets for their finished products. This entire cycle steps up the volume of trade between nations.

(v) *Transport:* In olden times, lack of adequate and efficient means of transport restricted trade to local areas. Only high value items, e.g. gems, silk and spices were traded over long distances. With expansions of rail, ocean and air transport, better means of refrigeration and preservation, trade has experienced spatial expansion.
**Important Aspects of International Trade**

International trade has three very important aspects. These are volume, sectoral composition and direction of trade.

**Volume of Trade**

The actual tonnage of goods traded makes up the volume. However, services traded cannot be measured in tonnage. Therefore, the *total value* of goods and services traded is considered to be the volume of trade. Table 9.1 shows that the total volume of world trade has been steadily rising over the past decades.

**Composition of Trade**

The nature of goods and services imported and exported by countries have undergone changes during the last century.

Trade of primary products was dominant in the beginning of the last century. Later manufactured goods gained prominence and currently, though the manufacturing sector commands the bulk of the global trade, service sector which includes travel, transportation and other commercial services have been showing an upward trend.

| Table 9.1: World Imports and Exports (in millions of U.S. $) |
|---|---|---|---|---|---|---|
| Exports | 95000 | 190000 | 877000 | 1954000 | 5162000 | 10393000 |
| Total Merchandise Imports | 99000 | 199000 | 912000 | 2015000 | 5292000 | 10753000 |

Why do you think that the volume of trade has increased over the decades? Can these figures be compared? What has been the growth in the year 2005 over the year 1955?

*Source: WTO, International Trade Statistics, 2005*
products, iron and steel, clothing and textiles make up the major items of merchandise which are traded over the world. Trade in the service sector is quite different from trade in the products of primary and manufacturing sectors as the services can be expanded infinitely, consumed by many, are weightless and once produced, can be easily replicated and thus, are capable of generating more profit than producing goods. There are four different ways through which services can be supplied. Table 9.2 shows different types of services and the share of those services supplied to the international market.

**Table 9.2 : Services and their Share to the International Market**

<table>
<thead>
<tr>
<th>Relevant Services</th>
<th>Share in %</th>
</tr>
</thead>
<tbody>
<tr>
<td>Commercial services excluding travel and construction services.</td>
<td>35</td>
</tr>
<tr>
<td>Travel</td>
<td>10 to 15</td>
</tr>
<tr>
<td>Construction services</td>
<td>50</td>
</tr>
<tr>
<td>Labour flow</td>
<td>1 to 2</td>
</tr>
</tbody>
</table>

### Direction of Trade

Historically, the developing countries of the present used to export valuable goods and artefacts, etc. which were exported to European countries. During the nineteenth century there was a reversal in the direction of trade. European countries started exporting manufactured goods for exchange of foodstuffs and raw materials from their colonies. Europe and U.S.A. emerged as major trade partners in the world and were leaders in the trade of manufactured goods. Japan at that time was also the third important trading country. The world trade pattern underwent a drastic change during the second half of the twentieth century. Europe lost its colonies while India, China and other developing countries started competing with developed countries. The nature of the goods traded has also changed.

### Balance of Trade

Balance of trade records the volume of goods and services imported as well as exported by a country to other countries. If the value of imports is more than the value of a country’s exports, the country has negative or unfavourable balance of trade. If the value of exports is more than the value of imports, then the country has a positive or favourable balance of trade.

Balance of trade and balance of payments have serious implications for a country’s economy. A negative balance would mean that the country spends more on buying goods than it can earn by selling its goods. This would ultimately lead to exhaustion of its financial reserves.

### Types of International Trade

International trade may be categorised into two types:

(a) Bilateral trade: Bilateral trade is done by two countries with each other. They enter into agreement to trade specified commodities amongst them. For example, country A may agree to trade some raw material with agreement to purchase some other specified item to country B or vice versa.

(b) Multi-lateral trade: As the term suggests multi-lateral trade is conducted with many trading countries. The same country can trade with a number of other countries. The country may also grant the status of the “Most Favoured Nation” (MFN) on some of the trading partners.

### Case for Free Trade

The act of opening up economies for trading is known as free trade or trade liberalisation. This is done by bringing down trade barriers like tariffs. Trade liberalisation allows goods and services from everywhere to compete with domestic products and services.

Globalisation along with free trade can adversely affect the economies of developing countries by not giving equal playing field by imposing conditions which are unfavourable. With the development of transport and communication systems goods and services can travel faster and farther than ever before. But free trade should not only let rich countries enter the markets, but allow the developed
countries to keep their own markets protected from foreign products.

Countries also need to be cautious about **dumped goods**; as along with free trade dumped goods of cheaper prices can harm the domestic producers.

### Dumping
The practice of selling a commodity in two countries at a price that differs for reasons not related to costs is called dumping.

### Panel to study anti-dumping duty on shrimp

The US act had seriously hit India’s export to that country as US is the second largest importer of marine products from India.

**George Joseph**

_26 November_

Unshaking India and Thailand request, World Trade Organization (WTO) has constituted a panel to examine the anti-dumping and customs bond imposed by the US government against the import shrimp from these countries. The dispute settlement body of WTO has resolved to appoint the panel so that several rounds of discussion with these countries were fully Alliance [SSA], an organization of local shrimp manufacturers. The US act had seriously hit India’s export to that country as US is the second largest importer of marine products from India. The duty was also imposed against a host of other countries like Thailand, China, Brazil, Ecuador and Vietnam in July 2004. US customs had also imposed continuous bond requirement on importers of certain frozen warm water shrimp from these countries.

**Activity**

Think of some reasons why dumping is becoming a serious concern among trading nations?

### World Trade Organisation

In 1948, to liberalise the world from high customs tariffs and various other types of restrictions, General Agreement for Tariffs and Trade (GATT) was formed by some countries. In 1994, it was decided by the member countries to set up a permanent institution for looking after the promotion of free and fair trade amongst nation and the GATT was transformed into the World Trade Organisation from 1st January 1995.

WTO is the only international organisation dealing with the global rules of trade between nations. It sets the rules for the global trading system and resolves disputes between its member nations. WTO also covers trade in services, such as telecommunication and banking, and others issues such as intellectual rights.

The WTO has however been criticised and opposed by those who are worried about the effects of free trade and economic globalisation. It is argued that free trade does not make ordinary people’s lives more prosperous. It is actually widening the gulf between rich and poor by making rich countries more rich. This is because the influential nations in the WTO focus on their own commercial interests. Moreover, many developed countries have not fully opened their markets to products from developing countries. It is also argued that issues of health, worker’s rights, child labour and environment are ignored.

### Do You Know

WTO Headquarters are located in Geneva, Switzerland.

149 countries were members of WTO as on December 2005.

India has been one of the founder member of WTO.

### Regional Trade Blocs

Regional Trade Blocs have come up in order to encourage trade between countries with geographical proximity, similarity and complementarities in trading items and to curb restrictions on trade of the developing world. Today, 120 regional trade blocs generate 52 percent of the world trade. These trading blocs developed as a response to the failure of the global organisations to speed up intra-regional trade.

Though, these regional blocs remove trade tariffs within the member nations and
encourage free trade, in the future it could get increasingly difficult for free trade to take place between different trading blocs. Some major regional trade blocs have been listed in Table 9.3.

**Table 9.3: Major Regional Trade**

<table>
<thead>
<tr>
<th>Regional Blocs</th>
<th>Head Quarter</th>
<th>Member Nations</th>
<th>Origin</th>
<th>Commodities</th>
<th>Other Areas of Cooperation</th>
</tr>
</thead>
<tbody>
<tr>
<td>CIS (Commonwealth of Independent States)</td>
<td>Minsk, Belarus</td>
<td>Armenia, Azerbaijan, Belarus, Georgia, Kazakhstan, Kyrgyzstan, Moldova, Russia, Tajikistan, Turkmenistan, Ukraine and Uzbekistan</td>
<td>—</td>
<td>Crude oil, natural gas, gold, cotton, fibre, aluminium</td>
<td>Integration and cooperation on matters of economics, defence and foreign policy</td>
</tr>
<tr>
<td>EU (European Union)</td>
<td>Brussels, Belgium</td>
<td>Austria, Belgium, Denmark, France, Finland, Ireland, Italy, the Netherlands, Luxemburg, Portugal, Spain, Sweden and U.K.</td>
<td>EEC- March 1957  EU - Feb. 1992</td>
<td>Agro products, minerals, chemicals, wood, paper, transport vehicles, optical instruments, clocks - works of art, antiques</td>
<td>Single market with single currency</td>
</tr>
<tr>
<td>LAIA (Latin American Integration Association)</td>
<td>Montevideo, Uruguay</td>
<td>Argentina, Bolivia, Brazil, Columbia, Ecuador, Mexico, Paraguay, Peru, Uruguay and Venezuela</td>
<td>1960</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td>NAFTA (North American Free Trade Association)</td>
<td></td>
<td>U.S.A., Canada and Mexico</td>
<td>1994</td>
<td>Agro products, motor vehicles, automotive parts, computers, textiles</td>
<td>—</td>
</tr>
<tr>
<td>OPEC (Organisation of Petroleum Exporting Countries)</td>
<td>Vienna, Austria</td>
<td>Algeria, Indonesia, Iran, Iraq, Kuwait, Libya, Nigeria, Qatar, Saudi Arabia, U.A.E. and Venezuela</td>
<td>1949</td>
<td>Crude petroleum</td>
<td>Coordinate and unify petroleum policies.</td>
</tr>
<tr>
<td>SAFTA (South Asian Free Trade Agreement)</td>
<td></td>
<td>Bangladesh, Maldives, Bhutan, Nepal, India, Pakistan and Sri Lanka</td>
<td>Jan-2006</td>
<td>—</td>
<td>Reduce tariffs on inter-regional trade</td>
</tr>
</tbody>
</table>

*International Trade*
Concerns Related to International Trade

Undertaking international trade is mutually beneficial to nations if it leads to regional specialisation, higher level of production, better standard of living, worldwide availability of goods and services, equalisation of prices and wages and diffusion of knowledge and culture.

International trade can prove to be detrimental to nations if it leads to dependence on other countries, uneven levels of development, exploitation, and commercial rivalry leading to wars. Global trade affects many aspects of life; it can impact everything from the environment to health and well-being of the people around the world. As countries compete to trade more, production and the use of natural resources spiral up, resources get used up faster than they can be replenished. As a result, marine life is also depleting fast, forests are being cut down and river basins sold off to private drinking water companies. Multi-national corporations trading in oil, gas mining, pharmaceuticals and agri-business keep expanding their operations at all costs creating more pollution – their mode of work does not follow the norms of sustainable development. If organisations are geared only towards profit making, and environmental and health concerns are not addressed, then it could lead to serious implications in the future.

GATEWAYS OF INTERNATIONAL TRADE

Ports

The chief gateways of the world of international trade are the harbours and ports. Cargoes and travellers pass from one part of the world to another through these ports.

The ports provide facilities of docking, loading, unloading and the storage facilities for cargo. In order to provide these facilities, the port authorities make arrangements for maintaining navigable channels, arranging tugs and barges, and providing labour and managerial services. The importance of a port is judged by the size of cargo and the number of ships handled. The quantity of cargo handled by a port is an indicator of the level of development of its hinterland.

Types of Port

Generally, ports are classified according to the types of traffic which they handle. Types of port according to cargo handled:

(i) **Industrial Ports**: These ports specialise in bulk cargo-like grain, sugar, ore, oil, chemicals and similar materials.

(ii) **Commercial Ports**: These ports handle general cargo-packaged products and manufactured good. These ports also handle passenger traffic.

(iii) **Comprehensive Ports**: Such ports handle bulk and general cargo in large volumes.
Most of the world’s great ports are classified as comprehensive ports.

Types of port on the basis of location:

(i) **Inland Ports:** These ports are located away from the sea coast. They are linked to the sea through a river or a canal. Such ports are accessible to flat bottom ships or barges. For example, Manchester is linked with a canal; Memphis is located on the river Mississippi; Rhine has several ports like Mannheim and Duisburg; and Kolkata is located on the river Hoogli, a branch of the river Ganga.

(ii) **Out Ports:** These are deep water ports built away from the actual ports. These serve the parent ports by receiving those ships which are unable to approach them due to their large size. Classic combination, for example, is Athens and its out port Piraeus in Greece.

Types of port on the basis of specialised functions:

(i) **Oil Ports:** These ports deal in the processing and shipping of oil. Some of these are tanker ports and some are refinery ports. Maracaibo in Venezuela, Esskhira in Tunisia, Tripoli in Lebanon are tanker ports. Abadan on the Gulf of Persia is a refinery port.

(ii) **Ports of Call:** These are the ports which originally developed as calling points on main sea routes where ships used to anchor for refuelling, watering and taking food items. Later on, they developed into commercial ports. Aden, Honolulu and Singapore are good examples.

(iii) **Packet Station:** These are also known as ferry ports. These packet stations are exclusively concerned with the transportation of passengers and mail across water bodies covering short distances. These stations occur in pairs located in such a way that they face each other across the water body. E.g., Dover in England and Calais in France across the English Channel.

(iv) **Entrepot Ports:** These are collection centres where the goods are brought from different countries for export. Singapore is an entrepot for Asia, Rotterdam for Europe, and Copenhagen for the Baltic region.

(v) **Naval Ports:** These are ports which have only strategic importance. These ports serve warships and have repair workshops for them. Kochi and Karwar are examples of such ports in India.

**EXERCISES**

1. Choose the right answer from the four alternatives given below.

   (i) Most of the world’s great ports are classified as:

   (a) Naval Ports  (c) Comprehensive Ports
   (b) Oil Ports     (d) Industrial Ports

   (ii) Which one of the following continents has the maximum flow of global trade?

   (a) Asia  (c) Europe
   (b) North America  (d) Africa
(iii) Which one of the following South American nation, is a part of OPEC?
   (a) Brazil  (c) Venezuela
   (b) Chile   (d) Peru

(iv) In which of the following trade blocs, is India an associate member?
   (a) SAFTA   (c) ASEAN
   (b) OECD    (d) OPEC

2. Answer the following questions in about 30 words:
   (i) What is the basic function of the World Trade Organisation?
   (ii) Why is it detrimental for a nation to have negative balance of payments?
   (iii) What benefits do nations get by forming trading blocs?

3. Answer the following questions in not more than 150 words:
   (i) How are ports helpful for trade? Give a classification of ports on the basis of their location.
   (ii) How do nations gain from International Trade?
We all live in clusters of houses. You may call it a village, a town or a city, all are examples of human settlements. The study of human settlements is basic to human geography because the form of settlement in any particular region reflects human relationship with the environment. A human settlement is defined as a place inhabited more or less permanently. The houses may be designed or redesigned, buildings may be altered, functions may change but settlement continues in time and space. There may be some settlements which are temporary and are occupied for short periods, may be a season.

CLASSIFICATION OF SETTLEMENTS

RURAL URBAN DICHOTOMY

It is widely accepted that settlements can be differentiated in terms of rural and urban, but there is no consensus on what exactly defines a village or a town. Although population size is an important criterion, it is not a universal criterion since many villages in densely populated countries of India and China have population exceeding that of some towns of Western Europe and United States.

At one time, people living in villages pursued agriculture or other primary activities, but presently in developed countries, large sections of urban populations prefer to live in villages even though they work in the city. The basic difference between towns and villages is that in towns the main occupation of the people is related to secondary and tertiary sectors, while in the villages most of the people are engaged in primary occupations such as agriculture, fishing, lumbering, mining, animal husbandry, etc.

Sub Urbanisation

It is a new trend of people moving away from congested urban areas to cleaner areas outside the city in search of a better quality of living. Important suburbs develop around major cities and everyday thousands of people commute from their homes in the suburbs to their work places in the city.
Differentiations between rural and urban on the basis of functions are more meaningful even though there is no uniformity in the hierarchy of the functions provided by rural and urban settlements. Petrol pumps are considered as a lower order function in the United States while it is an urban function in India. Even within a country, rating of functions may vary according to the regional economy. Facilities available in the villages of developed countries may be considered rare in villages of developing and less developed countries.

The census of India, 1991 defines urban settlements as "All places which have municipality, corporation, cantonment board or notified town area committee and have a minimum population of 5000 persons, at least 75 per cent of male workers are engaged in non-agricultural pursuits and a density of population of at least 400 persons per square kilometers are urban.

TYPES AND PATTERNS OF SETTLEMENTS

Settlements may also be classified by their shape, patterns types. The major types classified by shape are:

(i) Compact or Nucleated settlements: These settlements are those in which large number of houses are built very close to each other. Such settlements develop along river valleys and in fertile plains. Communities are closely knit and share common occupations.

(ii) Dispersed Settlements: In these settlements, houses are spaced far apart and often interspersed with fields. A cultural feature such as a place of worship or a market, binds the settlement together.

Fig. 10.1 : Compact Settlements

Rural Settlements

Rural settlements are most closely and directly related to land. They are dominated by primary activities such as agriculture, animal husbandary, fishing etc. The settlements size is relatively small.

Fig. 10.2: Dispersed Settlements

Water Supply

Usually rural settlements are located near water bodies such as rivers, lakes, and springs where water can be easily obtained. Sometimes the need for water drives people to settle in otherwise disadvantaged sites such as islands surrounded by swamps or low lying river banks. Most water based 'wet point' settlements have many advantages such as water for
drinking, cooking and washing. Rivers and lakes can be used to irrigate farm land. Water bodies also have fish which can be caught for diet and navigable rivers and lakes can be used for transportation.

**Land**

People choose to settle near fertile lands suitable for agriculture. In Europe villages grew up near rolling country avoiding swampy, low lying land while people in south east Asia chose to live near low lying river valleys and coastal plains suited for wet rice cultivation. Early settlers chose plain areas with fertile soils.

**Upland**

Upland which is not prone to flooding was chosen to prevent damage to houses and loss of life. Thus, in low lying river basins people chose to settle on terraces and levees which are "dry points". In tropical countries people build their houses on stilts near marshy lands to protect themselves from flood, insects and animal pests.

**Building Material**

The availability of building materials- wood, stone near settlements is another advantage. Early villages were built in forest clearings where wood was plentiful.

*Fig. 10.4 : House on stilts*

In loess areas of China, cave dwellings were important and African Savanna’s building materials were mud bricks and the Eskimos, in polar regions, use ice blocks to construct igloos.

**Defence**

During the times of political instability, war, hostility of neighbouring groups villages were built on defensive hills and islands. In Nigeria, upstanding inselbergs formed good defensive sites. In India most of the forts are located on higher grounds or hills.

**Planned Settlements**

Sites that are not spontaneously chosen by villagers themselves, planned settlements are constructed by governments by providing shelter, water and other infrastructures on acquired lands. The scheme of villagisation in Ethiopia and the canal colonies in Indira Gandhi canal command area in India are some good examples.

**Rural Settlement Patterns**

Patterns of rural settlements reflect the way the houses are sited in relation to each other. The site of the village, the surrounding topography and terrain influence the shape and size of a village.

Rural settlements may be classified on the basis of a number of criteria:

(i) *On the basis of setting:* The main types are plain villages, plateau villages, coastal villages, forest villages and desert villages.

(ii) *On the basis of functions:* There may be farming villages, fishermen's villages, lumberjack villages, pastoral villages etc.

(iii) *On the basis of forms or shapes of the settlements:* These may be a number of geometrical forms and shapes such as Linear, rectangular, circular star like, T-shaped village, double village, cross-shaped village etc.

(a) *Linear pattern:* In such settlements houses are located along a road, railway line, river, canal edge of a valley or along a levee.

(b) *Rectangular pattern:* Such patterns of rural settlements are found in plain areas or wide inter montane valleys. The roads are rectangular and cut each other at right angles.
(c) **Circular pattern:** Circular villages develop around lakes, tanks and sometimes the village is planned in such a way that the central part remains open and is used for keeping the animals to protect them from wild animals.

(d) **Star like pattern:** Where several roads converge, star shaped settlements develop by the houses built along the roads.

(e) **T-shaped, Y-shaped, Cross-shaped or cruciform settlements:** T-shaped settlements develop at tri-junctions of the roads (\(\uparrow\)) while \(\Upsilon\)-shaped settlements emerge as the places where two roads converge on the third one and houses are built along these roads. Cruciform settlements develop on the cross-roads and houses extend in all the four direction.
(f) **Double village**: These settlements extend on both sides of a river where there is a bridge or a ferry.

**Activity**

Identify these patterns on any topographical sheet which you have studied in Practical Work in Geography, Part I (NCERT, 2006) in Class XI.

### Problems of Rural Settlements

Rural settlements in the developing countries are large in number and poorly equipped with infrastructure. They represent a great challenge and opportunity for planners.

Supply of water to rural settlements in developing countries is not adequate. People in villages, particularly in mountainous and arid areas, have to walk long distances to fetch drinking water. Waterborne diseases such as cholera and jaundice tend to be a common problem. The countries of South Asia face conditions of drought and flood very often. Crop cultivation sequences, in the absence of irrigation, also suffer.

The general absence of toilet and garbage disposal facilities cause health-related problems.

The design and use of building materials of houses vary from one ecological region to another. The houses made up of mud, wood and thatch, remain susceptible to damage during heavy rains and floods, and require proper maintenance every year. Most house designs are typically deficient in proper ventilation. Besides, the design of a house includes the animal shed along with its fodder-store within it. This is purposely done to keep the domestic animals and their food properly protected from wild animals.

Unmetalled roads and lack of modern communication network create a unique problem. During rainy season, the settlements remain cut off and pose serious difficulties in providing emergency services. It is also difficult to provide adequate health and educational infrastructure for their large rural population. The problem is particularly serious where proper villagisation has not taken place and houses are scattered over a large area.

### Urban Settlements

Rapid urban growth is a recent phenomenon. Until recent times, few settlements reached the population size of more than a few thousand inhabitants. The first urban settlement to reach a population of one million was the city of London by around A.D. 1810. By 1982 approximately 175 cities in the world had crossed the one million population mark. Presently 48 per cent of the world’s population lives in urban settlements compared to only 3 per cent in the year 1800 (Table 10.1).

<table>
<thead>
<tr>
<th>Year</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>1800</td>
<td>3</td>
</tr>
<tr>
<td>1850</td>
<td>6</td>
</tr>
<tr>
<td>1900</td>
<td>14</td>
</tr>
<tr>
<td>1950</td>
<td>30</td>
</tr>
<tr>
<td>1982</td>
<td>37</td>
</tr>
<tr>
<td>2001</td>
<td>48</td>
</tr>
</tbody>
</table>

**Classification of Urban Settlements**

The definition of urban areas varies from one country to another. Some of the common bases of classification are size of population, occupational structure and administrative setup.

**Population Size**

It is an important criteria used by most countries to define urban areas. The lower limit of the population size for a settlement to be designated as urban is 1,500 in Colombia, 2,000 in Argentina and Portugal, 2,500 in U.S.A. and Thailand, 5,000 in India and 30,000 in Japan. Besides the size of population, density of 400 persons per sq km and share of non-agricultural workers are taken into consideration in India. Countries with low density of population may choose a lower number as the cut-off figure compared to densely populated countries. In Denmark, Sweden and Finland, all places with a population size of 250 persons are called urban. The minimum population for a city is
300 in Iceland, whereas in Canada and Venezuela, it is 1,000 persons.

**Occupational Structure**

In some countries, such as India, the major economic activities in addition to the size of the population in designating a settlement as urban are also taken as a criterion. Similarly, in Italy, a settlement is called urban, if more than 50 per cent of its economically productive population is engaged in non-agricultural pursuits. India has set this criterion at 75 per cent.

**Administration**

The administrative setup is a criterion for classifying a settlement as urban in some countries. For example, in India, a settlement of any size is classified as urban, if it has a municipality, Cantonment Board or Notified Area Council. Similarly, in Latin American countries, such as Brazil and Bolivia, any administrative centre is considered urban irrespective of its population size.

**Location**

Location of urban centres is examined with reference to their function. For example, the sitting requirements of a holiday resort are quite different from that of an industrial town, a military centre or a seaport. Strategic towns require sites offering natural defence; mining towns require the presence of economically valuable minerals; industrial towns generally need local energy supplies or raw materials; tourist centres require attractive scenery, or a marine beach, a spring with medicinal water or historical relics, ports require a harbour etc.

Locations of the earliest urban settlements were based on the availability of water, building materials and fertile land. Today, while these considerations still remain valid, modern technology plays a significant role in locating urban settlements far away from the source of these materials. Piped water can be supplied to a distant settlement, building material can be transported from long distances.

Apart from site, the situation plays an important role in the expansion of towns. The urban centres which are located close to an important trade route have experienced rapid development.

**Functions of Urban Centres**

The earliest towns were centres of administration, trade, industry, defence and religious importance. The significance of defence and religion as differentiating functions has declined in general, but other functions have entered the list. Today, several new functions, such as, recreational, residential, transport, mining, manufacturing and most recently activities related to information technology are carried on in specialised towns. Some of these functions do not necessarily require the urban centre to have any fundamental relationship with their neighbouring rural areas.

**Activity**

Prepare a list of cities where earlier functions have been replaced by newer ones.

In spite of towns performing multiple functions we refer to their dominant function. For example, we think of Sheffield as an industrial city, London as a port city, Chandigarh as an administrative city and so on. Large cities have a rather greater diversity of functions. Besides, all cities are dynamic and over a period of time may develop new functions. Most of the early nineteenth-century fishing ports in England have now developed tourism. Many of the old market towns are now known for manufacturing activities. Towns and cities are classified into the following categories.

**Administrative Towns**

National capitals, which house the administrative offices of central governments, such as New Delhi, Canberra, Beijing, Addis Ababa, Washington D.C., and London etc. are called administrative
towns. Provincial (sub-national) towns can also have administrative functions, for example, Victoria (British Columbia), Albany (New York), Chennai (Tamil Nadu).

**Trading and Commercial Towns**

Agricultural market towns, such as, Winnipeg and Kansas city; banking and financial centres like Frankfurt and Amsterdam; large inland centres like Manchester and St Louis; and transport nodes such as, Lahore, Baghdad and Agra have been important trading centres.

**Cultural Towns**

Places of pilgrimage, such as Jerusalem, Mecca, Jagannath Puri and Varanasi etc. are considered cultural towns. These urban centres are of great religious importance.

Additional functions which the cities perform are health and recreation (Miami and Panaji), industrial (Pittsburgh and Jamshedpur), mining and quarrying (Broken Hill and Dhanbad) and transport (Singapore and Mughal Sarai).

**Do You Know**

Urbanisation means the increase in the proportion population of a country who live in urban areas.

The most important cause of urbanisation is rural-urban migration. During the late 1990s some 20 to 30 million people were leaving the countryside every year and moving into towns and cities.

Developed countries experienced rapid urbanisation during the nineteenth century.

Developing counties experienced rapid urbanisation during the second half of the twentieth century.

**CLASSIFICATION OF TOWNS ON THE BASIS OF FORMS**

An urban settlement may be linear, square, star or crescent shaped. In fact, the form of the settlement, architecture and style of buildings and other structures are an outcome of its historical and cultural traditions.

Towns and cities of developed and developing countries reflect marked differences in planning and development. While most cities in developed countries are planned, most urban settlements of developing countries have evolved historically with irregular shapes. For example, Chandigarh and Canberra are planned cities, while smaller town in India have evolved historically from walled cities to large urban sprawls.

**Addis Ababa (The New Flower)**

The name of Ethiopian capital Addis Ababa, as the name indicates (Addis-New, Ababa-Flower) is a ‘new’ city which was established in 1878.

The whole city is located on a hill-valley topography. The road pattern bears the influence...
of the local topography. The roads radiate from the govt headquarters Piazza, Arat and Amist Kilo roundabouts. Mercato has markets which grew with time and is supposed to be the largest market between Cairo and Johannesburg. A multi-faculty university, a medical college, a number of good schools make Addis Ababa an educational centre. It is also the terminal station for the Djibouti-Addis Ababa rail route. Bole airport is a relatively new airport. The city has witnessed rapid growth because of its multi-functional nature and being a large nodal centre located in the centre of Ethiopia.

Canberra

Canberra was planned as the capital of Australia in 1912 by American landscape architect, Walter Burley Griffin. He had envisaged a garden city for about 25,000 people taking into account the natural features of the landscape. There were to be five main centres, each with separate city functions. During the last few decades, the city has expanded to accommodate several satellite towns, which have their own centres. The city has wide-open spaces and many parks and gardens.

Types of Urban Settlements

Depending on the size and the services available and functions rendered, urban centres are designated as town, city, million city, conurbation, megalopolis.

Town

The concept of ‘town’ can best be understood with reference to ‘village’. Population size is not the only criterion. Functional contrasts between towns and villages may not always be clear-cut, but specific functions such as, manufacturing, retail and wholesale trade, and professional services exist in towns.

City

A city may be regarded as a leading town, which has outstripped its local or regional rivals. In the words of Lewis Mumford, “the city is in fact the physical form of the highest and most complex type of associative life”. Cities are much larger than towns and have a greater number of economic functions. They tend to have transport terminals, major financial institutions and regional administrative offices. When the population crosses the one million mark it is designated as a million city.

Conurbation

The term conurbation was coined by Patrick Geddes in 1915 and applied to a large area of urban development that resulted from the merging of originally separate towns or cities. Greater London, Manchester, Chicago and Tokyo are examples. Can you find out an example from India?

Megalopolis

This Greek word meaning “great city”, was popularised by Jean Gottman (1957) and signifies ‘super-metropolitan’ region extending,
as union of conurbations. The urban landscape stretching from Boston in the north to south of Washington in U.S.A. is the best known example of a megalopolis.

**Million City**

The number of million cities in the world has been increasing as never before. London reached the million mark in 1800, followed by Paris in 1850, New York in 1860, and by 1950 there were around 80 such cities. The rate of increase in the number of million cities has been three-fold in every three decades – around 160 in 1975 to around 438 in 2005.

**Table 10.2: Continent-wise Distribution of Million Cities**

<table>
<thead>
<tr>
<th>Continent</th>
<th>Early 1950</th>
<th>Mid 1970s</th>
<th>Mid 2000</th>
</tr>
</thead>
<tbody>
<tr>
<td>Europe</td>
<td>23</td>
<td>30</td>
<td>58</td>
</tr>
<tr>
<td>Asia</td>
<td>32</td>
<td>69</td>
<td>206</td>
</tr>
<tr>
<td>North and Central America</td>
<td>16</td>
<td>36</td>
<td>79</td>
</tr>
<tr>
<td>South America</td>
<td>8</td>
<td>17</td>
<td>43</td>
</tr>
<tr>
<td>Africa</td>
<td>3</td>
<td>8</td>
<td>46</td>
</tr>
<tr>
<td>Australia</td>
<td>2</td>
<td>2</td>
<td>6</td>
</tr>
<tr>
<td>World Total</td>
<td>84</td>
<td>162</td>
<td>438</td>
</tr>
</tbody>
</table>

*Source: www.citypopulation.de/World.html*

**Distribution of Mega Cities**

A mega city or megalopolis is a general term for cities together with their suburbs with a population of more than 10 million people. New York was the first to attain the status of a mega city by 1950 with a total population of about 12.5 million. The number of mega cities is now 25. The number of mega cities has increased in the developing countries during the last 50 years vis-à-vis the developed countries.

**Problems of Human Settlements in Developing Countries**

The settlements in developing countries, suffer from various problems, such as unsustainable concentration of population, congested housing and streets, lack of drinking water facilities.

<table>
<thead>
<tr>
<th>Sl. No.</th>
<th>Name of the City</th>
<th>Country</th>
<th>Population (in millions)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Tokyo</td>
<td>Japan</td>
<td>34.2</td>
</tr>
<tr>
<td>2</td>
<td>Mexico city</td>
<td>Mexico</td>
<td>22.8</td>
</tr>
<tr>
<td>3</td>
<td>Seoul</td>
<td>South Korea</td>
<td>22.3</td>
</tr>
<tr>
<td>4</td>
<td>New York</td>
<td>U.S.A.</td>
<td>21.9</td>
</tr>
<tr>
<td>5</td>
<td>Sao Paulo</td>
<td>Brazil</td>
<td>20.2</td>
</tr>
<tr>
<td>6</td>
<td>Mumbai</td>
<td>India</td>
<td>19.9</td>
</tr>
<tr>
<td>7</td>
<td>Delhi</td>
<td>India</td>
<td>19.7</td>
</tr>
<tr>
<td>8</td>
<td>Shanghai</td>
<td>China</td>
<td>18.2</td>
</tr>
<tr>
<td>9</td>
<td>Los Angeles</td>
<td>U.S.A.</td>
<td>18.0</td>
</tr>
<tr>
<td>10</td>
<td>Osaka</td>
<td>Japan</td>
<td>16.8</td>
</tr>
<tr>
<td>11</td>
<td>Jakarta</td>
<td>Indonesia</td>
<td>16.6</td>
</tr>
<tr>
<td>12</td>
<td>Kolkata</td>
<td>India</td>
<td>15.7</td>
</tr>
<tr>
<td>13</td>
<td>Cairo</td>
<td>Egypt</td>
<td>15.6</td>
</tr>
<tr>
<td>14</td>
<td>Manila</td>
<td>Philippines</td>
<td>15.0</td>
</tr>
<tr>
<td>15</td>
<td>Karachi</td>
<td>Pakistan</td>
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<td>16</td>
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<td>Russia</td>
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<td>Buenos Aires</td>
<td>Argentina</td>
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<td>18</td>
<td>Dhaka</td>
<td>Bangladesh</td>
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<td>Rio de Janeiro</td>
<td>Brazil</td>
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<tr>
<td>20</td>
<td>Beijing</td>
<td>China</td>
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<td>22</td>
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<td>Iran</td>
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</tr>
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<td>23</td>
<td>Istanbul</td>
<td>Turkey</td>
<td>11.5</td>
</tr>
<tr>
<td>24</td>
<td>Lagos</td>
<td>Nigeria</td>
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</tr>
<tr>
<td>25</td>
<td>Shenzhen</td>
<td>China</td>
<td>10.7</td>
</tr>
</tbody>
</table>

*Source: www.citypopulation.de/World.html*

They also lack infrastructure such as, electricity, sewage disposal, health and education facilities.

**Activity**

Rural/Urban Problems

Can you identify the problems faced by your city/town/village in terms of any one of the following?

- Availability of potable water.
- Electricity supply.
- Sewerage system.
- Transportation and communication facilities.
- Health and educational infrastructure.
- Water and air pollution.

Can you think of solutions to these problems?
Problems of Urban Settlements

People flock to cities to avail of employment opportunities and civic amenities. Since most cities in developing countries are unplanned, it creates severe congestion. Shortage of housing, vertical expansion and growth of slums are characteristic features of modern cities of developing countries. In many cities an increasing proportion of the population lives in substandard housing, e.g. slums and squatter settlements. In most million plus cities in India, one in four inhabitants lives in illegal settlements, which are growing twice as fast as the rest of the cities. Even in the Asia Pacific countries, around 60 per cent of the urban population lives in squatter settlements.

Fig. 10.11: Slums

Economic Problems

The decreasing employment opportunities in the rural as well as smaller urban areas of the developing countries consistently push the population to the urban areas. The enormous migrant population generates a pool of unskilled and semi-skilled labour force, which is already saturated in urban areas.

Socio-cultural Problems

Cities in the developing countries suffer from several social ills. Insufficient financial resources fail to create adequate social infrastructure catering to the basic needs of the huge population. The available educational and health facilities remain beyond the reach of the urban poor. Health indices also, present a gloomy picture in cities of developing countries. Lack of employment and education tends to aggravate the crime rates. Male selective migration to the urban areas distorts the sex ratio in these cities.

Environmental Problems

The large urban population in developing countries not only uses but also disposes off a huge quantity of water and all types of waste materials. Many cities of the developing countries even find it extremely difficult to provide the minimum required quantity of potable water and water for domestic and industrial uses. An improper sewerage system creates unhealthy conditions. Massive use of traditional fuel in the domestic as well as the industrial sector severely pollutes the air. The domestic and industrial wastes are either let into the general sewerages or dumped without treatment at unspecified locations. Huge concrete structures erected to accommodate the population and economic play a very conducive role to create heat islands.

What is a Healthy City?

World Health Organisation (WHO) suggests that, among other things, a ‘healthy city’ must have:

A ‘Clean’ and ‘Safe’ environment.
Meets the ‘Basic Needs’ of ‘All’ its inhabitants.
Involves the ‘Community’ in local government.
Provides easily accessible ‘Health’ service.

Urban Strategy

The United Nations Development Programme (UNDP) has outlined these priorities as part of its ‘Urban Strategy’.
Increasing ‘Shelter’ for the urban poor.
Provision of basic urban services such as ‘Education’, ‘Primary Health care’, ‘Clean Water and Sanitation’.
Improving women’s access to ‘Basic Services’ and government facilities.
Upgrading ‘Energy’ use and alternative ‘Transport’ systems.
Reducing ‘Air Pollution’.

Cities, towns and rural settlements are linked through the movements of goods, resources and people. Urban-rural linkages are of crucial importance for the sustainability of human settlements. As the growth of rural population has outpaced the generation of employment and economic opportunities, rural-to-urban migration has steadily increased, particularly in the developing countries, which has put an enormous pressure on urban infrastructure and services that are already under serious stress. It is urgent to eradicate rural poverty and to improve the quality of living conditions, as well as to create employment and educational opportunities in rural settlements. Full advantage must be taken of the complementary contributions and linkages of rural and urban areas by balancing their different economic, social and environmental requirements.

EXERCISES

1. Choose the right answer from the four alternatives given below.
   (i) Which one of the following forms of settlement develops along either side of roads, rivers or canals?
       (a) circular  (c) cross-shaped
       (b) linear  (d) square
   (ii) Which one of the following types of economic activities dominates in all rural settlement?
        (a) primary  (c) secondary
        (b) tertiary  (d) quaternary
   (iii) In which of the following regions has the oldest well-documented urban settlement found?
        (a) Huang He Valley  (c) Nile Valley
        (b) Indus Valley  (d) Mesopotamia
   (iv) How many of the following cities in India have attained the million status at the beginning of 2006?
        (a) 40  (c) 41
        (b) 42  (d) 43
   (v) Sufficiency of which type of resources can help to create adequate social infrastructure catering to the needs of the large population in the developing countries?
       (a) financial  (c) natural
       (b) human  (d) social
2. Answer the following questions in about 30 words.
   (i) How would you define a settlement?
   (ii) Distinguish between site and situation.
   (iii) What are the bases of classifying settlements?
   (iv) How would you justify the study of human settlements in human geography?
   (v) Identify the types of settlement shown in the photograph and write a brief note on it.

3. Answer the following questions in not more than 150 words.
   (i) What are rural and urban settlements? Mention their characteristics.
   (ii) Discuss the problems associated with urban settlements in developing countries.

   Project/Activity

   (i) Do you live in a city? If not, do you live nearby? Is your life somehow linked to a city?
       (a) What is its name?
       (b) When was it first settled?
       (c) Why was the site chosen?
       (d) What is its population?
       (e) What are the functions it performs?
       (f) On a sketch of the city, try to identify the areas where these functions are performed.

   Each student should make a list of five things associated with the selected city; things that cannot be found elsewhere. This is a mini definition of the city as each student sees it. The lists should be shared with the class. How much agreement is there between the lists?

   (ii) Can you think of some ways by which you can single handedly help reduce pollution levels of your settlement
       Hints:
       (a) Proper garbage disposal
       (b) Using public transport
       (c) Better management of domestic water consumption
       (d) Planting trees in the neighbourhood
## Appendix I

### World Population: Selected Data, 2000

<table>
<thead>
<tr>
<th>Region/Country</th>
<th>Surface Area (thousand sq km)</th>
<th>Population by the year 2000 (million)</th>
<th>Density of Population (per sq km)</th>
<th>Growth Rate 1990–95</th>
<th>Growth Rate 1995–2000</th>
</tr>
</thead>
<tbody>
<tr>
<td>World</td>
<td>–</td>
<td>6,005</td>
<td>–</td>
<td>1.7</td>
<td>1.3</td>
</tr>
<tr>
<td>Africa</td>
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<td>–</td>
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<tr>
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<td>Democratic Republic of Congo</td>
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<td>3</td>
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<tr>
<td>Republic of Congo</td>
<td>342</td>
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<td>–</td>
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<td>Cote d’Ivoire</td>
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## Appendix II

**Human Development Index, 2003**

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All developing countries
  Least developed countries  0.694
  Arab States  0.518
  East Asia and the Pacific  0.768
  Latin America and the Caribbean  0.797
  South Asia  0.628
  Sub-Saharan Africa  0.515
  Central and Eastern Europe and the CIS  0.802
  OECD  0.892
    High-income OECD  0.911
  High human development  0.895
  Medium human development  0.718
  Low human development  0.486
  High income  0.910
  Middle income  0.774
  Low income  0.593
  World  0.741

Notes:
Aggregates of Education Indices are based on the aggregates of gross enrolment data calculated by the UNESCO Institute for Statistics and literacy data as used to calculate the HDI.

Source:
Calculated on the basis of data in columns 6-8 of Table 1 (HDR 2005); see technical note 1 for the details.
GLOSSARY

Agriculture
The science and art of cultivating the soil, raising crops and rearing livestock. It is also called farming.

Balance of Trade
The difference between the total value of a country’s exports and imports. An excess of export over import makes a favourable balance of trade, and the converse an unfavourable balance.

Barter
A direct exchange of excess produce between two parties to the mutual advantages of both, without the use of tokens, credit or money in the transaction.

Census
Official enumeration of population along with certain economic and social statistics in a given territory at some time interval.

Chemical Fertilisers
Substance of natural or artificial origin containing chemical elements such as phosphorus, potassium and nitrogen that are necessary to plan life. They are added to the soil for increasing its productivity.

Contour Ploughing
Tilling or ploughing hillsides or sloping lands along the contour lines, that is, around rather than up and down a slope mainly with a view to conserving soil and water.

Crop Rotation
Growing of different crops in succession on the same field from season to season to maintain soil fertility.

Dairy Farming
A kind of agriculture in which major emphasis is on breeding and rearing milch cattle. Agriculture crops are raised mainly to feed these cattle.

Density of Population
The average number of inhabitants living within a specified unit of area, such as a sq km.

Dry Farming
A method of farming adopted in certain regions of inadequate rainfall and devoid of irrigation facilities by conserving moisture in the soil and by raising drought-enduring crops.

Economic Geography
The aspect or branch of geography which deals with the influences of the environment, both physical and cultural, on the economic activity of man, bringing out similarities and differences from place to place in the ways people make a living.

Environment
Surroundings or the conditions under which a person or things exist and develop his or its character. It covers both physical and cultural elements.

Exports
Goods despatched from one country to another.

Extensive Agriculture
Farming in which the amount of capital and labour applied to a given area is relatively small.

Fazenda
A coffee plantation in Brazil.

Foreign Exchange
The mechanism or process by which payments between any two places operating under different national currency systems are effected without passing of actual money or gold, etc.

Freeways
The wide highways on which cross-roads are avoided by providing overhead links where one turns in only one direction to ensure smooth and speedy traffic.

Harbour
An extensive stretch of deep water where vessels can anchor securely to obtain protection from sea and swell either through natural features or artificial works.

Highway
Public road connecting distant places. Such a road of national importance is called the national highway.

Horticulture
Cultivation of vegetables and fruits; often on small plots, involving higher intensiveness than in field cultivation.

Imports
Goods brought into a country from another country.

Industrial Revolution
The change in manufacturing from hand-operated tools to power-driven machinery began in England during the middle of the eighteenth century.

Industry
Systematic production characterised by division of labour and extensive use of machinery.

Intensive Agriculture
Farming in which large amounts of capital and labour are applied per unit area of land, in order to obtain high yield.

Inter Cropping
It is a practice of growing two or more crops together on the same field in the same season.

International Trade
Trade carried on between nations primarily to exchange their surpluses and make up their deficits.

Metropolis
A very large city or agglomeration of population in a district or a country, and is often the chief centre or seat of some form of activity—administrative, commercial or industrial. It generally serves a large hinterland.

Mine
An excavation made in the earth for digging out minerals such as coal, iron-ore
and precious stones. A mine usually denotes underground working except in open-pit mines.

Mineral
A substance that is found in the earth's crust, and which generally has a definite chemical composition unlike most rocks.

Mineral Fuel
Non-metallic minerals such as coal and petroleum which are used as fuel.

Mineral Oil
A mixture of hydrocarbons in solid, gaseous or liquid form found in the earth. It is commonly known as petroleum. It became a commercial product only in 1859.

Mineral Ore
Metals in their raw state as extracted from the earth.

Mining
An economic activity concerned with the extraction of commercially valuable minerals from the bowels of the earth.

Mixed Farming
A type of farming in which cultivation of crops and raising of livestock go hand in hand. Both these activities play an important part in the economy.

Natural Resources
Wealth supplied by nature-mineral deposits, soil fertility, timber, fuel, water, potential water-power, fish and wild life, etc.

Nomadism
A way of life of the people who are required to shift their dwellings frequently from place to place in search of pastures for their animals—the mainstay of their economy.

Open-cast Mine
A place where soil and its outward cover are first removed and a mineral or ore is extracted by quarrying. In a way, it is a quarry on a large scale. This method of mining is known as open-cast mining.

Pastoralism
An economy that solely depends upon animals. Whereas nomadic pastoralism is practised mainly for subsistence, the modern ranches present an example of commercial pastoralism.

Plantation Agriculture
A large-scale one-crop farming resembling factory production. It is usually characterised by large estate, huge capital investment, and modern and scientific techniques of cultivation and trade.

Port
The commercial part of a harbour containing facilities for embarking and disembarking passengers, loading and unloading, and some facilities for the storage of cargo.

Primary Activity
Activities concerned with collecting or making available materials, provided by nature, for example, agriculture, fishing, forestry, hunting or mining.

Quarry
An open-air excavation from which stone is obtained by cutting, blasting, etc.

Ranches
Large stock farms, usually fenced in, where animals are bred and reared on a commercial scale. They are found especially in the United States.

Rotation of Crops
A systematic succession of different crops on a given piece of land carried out in order to avoid exhaustion of the soil.

Secondary Activity
Activities which transform the material provided by primary activities into commodities more directly useful to man.

Sedentary Agriculture
Farming practised more or less permanently on the same piece of land, the same as settled agriculture.

Shaft Mine
An underground excavation made deep into the earth for digging minerals like coal, precious stones and iron. Such mines contain vertical and inclined shafts and horizontal tunnels at various levels.

Shiftig Agriculture
A method of farming in which a patch of ground is cultivated for a period of few years until the soil is partly exhausted or overrun by weeds, and after which the land is left to natural vegetation while cultivation is carried on elsewhere. In due course, the original patch of land is cultivated again when the natural growth has restored fertility.

Subsistence Agriculture
Farming in which its produce is mainly consumed in the farmer’s household unlike commercial agriculture whose products enter into trade on a very large scale.

Transhumance
A seasonal movement of herdsmen with their livestock from and to the mountains or between the regions of differing climates.

Transport
The action of carrying persons and goods from one place to another.

Truck Farming
Growing of vegetables around the urban centres to meet the daily demand of the people is known as truck farming. It is governed by the distance a truck can cover overnight between the farm and the market.

Urbanisation
A general movement of people from small rural or agricultural communities or villages to larger towns engaged in varied activities such as government, trade, transport and manufacture. It also indicates the concentration of an increasing proportion of total population in towns and cities.