

2 One of the world's more expensive roads opened in Montenegro in 2022. To build the road, the Montenegro Government was helped by a foreign commercial bank and another multinational company (MNC). This new road could help the Montenegro Government achieve its macroeconomic aims and increase Montenegro's international trade. MNCs can have a significant impact on the host countries in which they locate.

(a) Define *international trade*. [2]

(b) Explain the importance of commercial banks to governments. [4]

(c) Analyse how building roads can help a government achieve its macroeconomic aims. [6]

(d) Discuss whether or not MNCs benefit host countries. [8]