Write a short definition for each term.

1. recession _______________________________________________________________________

2. suburbanization ___________________________________________________________________

3. segregation _______________________________________________________________________

4. discrimination ____________________________________________________________________

5. welfare state _____________________________________________________________________
   a. a drastic rise in oil prices
   b. the war in Vietnam
   c. the rapid expansion of democracy
   d. large cutbacks in taxes and government spending

6. What 1970s event ended decades of postwar prosperity in industrialized democracies?
   a. the rapid expansion of democracy
   b. the war in Vietnam
   c. the Soviet Union
   d. Korea

7. Which nation was divided after World War II and later reunited?
   a. the Soviet Union
   b. France
   c. Germany
   d. Korea

8. What was the intention of the Marshall Plan?
   a. to rebuild the military power of western Europe
   b. to help the Japanese economy recover from the war
   c. to rebuild the economies of war-shattered Europe
   d. to prevent the spread of communism into Africa and Asia

9. Why did some European nations decide to limit welfare state benefits in the 1980s and 1990s?
   a. They were worried about rapidly rising GDPs.
   b. They feared the loss of pensions and other benefits.
   c. The increase in regional cooperation caused a recession and high inflation.
   d. Social welfare programs brought high taxes and more government regulation.

10. What was one reason for the huge rise in Japan’s gross domestic product between 1950 and 1970?
    a. the removal of protective tariffs
    b. its low military budget
    c. the formation of the European Community
    d. lack of serious damage during the war