

## OPEC and Middle East Oil

1) What is OPEC?

- O \_\_\_\_\_ of P \_\_\_\_\_ E \_\_\_\_\_  
C \_\_\_\_\_
- When was OPEC Formed? \_\_\_\_\_

2) What are OPEC's Goals?

- A.
- B.

3) Who are the original members of OPEC?

- \_\_\_\_\_
- \_\_\_\_\_
- \_\_\_\_\_
- \_\_\_\_\_
- \_\_\_\_\_

- Put a star next to the members located in Southwest Asia (Middle East).

4) OPEC has 11 members worldwide today. Why do think other countries joined later?

5) Oil Crisis of 1973---Why did it happen?

- OPEC Decides \_\_\_\_\_ and \_\_\_\_\_ of \_\_\_\_\_.
- P \_\_\_\_\_ N \_\_\_\_\_ supported I \_\_\_\_\_ by giving them \$2.5 billion worth of \_\_\_\_\_.
- OPEC nations retaliated by putting an E \_\_\_\_\_ on \_\_\_\_\_
- \_\_\_\_\_: type of trade barrier in which a government places restrictions on imports and exports of certain goods.
- Result: price of gasoline \_\_\_\_\_ and supply \_\_\_\_\_ leading to a shortage.

6) What is Petroleum used for? (List at least five things made from Petroleum)

7) Viewpoint one: **United States**

We need oil, and OPEC nations have lots of it. Those nations should sell their oil at a fair price and not restrict the quantity.

- How do we determine a "fair Price?" Who should determine it, the producer or the consumer?

8) Viewpoint two: **Saudi Arabia (OPEC Nation)**

We need to make money; oil-consuming countries will pay lots of money for oil. Our country contains this natural resource, and it is ours to export as we choose.

- How would an OPEC nation feel about the rising cost of Petroleum?

