Factors Influencing the Location of Production

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Overview

- Availability of Resources
- Infrastructure
- Market Access
- Government Policies and Regulations
- Competition
- Cultural and Social Factors

Availability of Resources

- Raw materials
- Labor
- Energy



Infrastructure

- Transportation
- Communication
- Energy



Market access

- Target customers
- Suppliers



Government policies

- Tax incentives
- Labor laws
- Environmental regulations



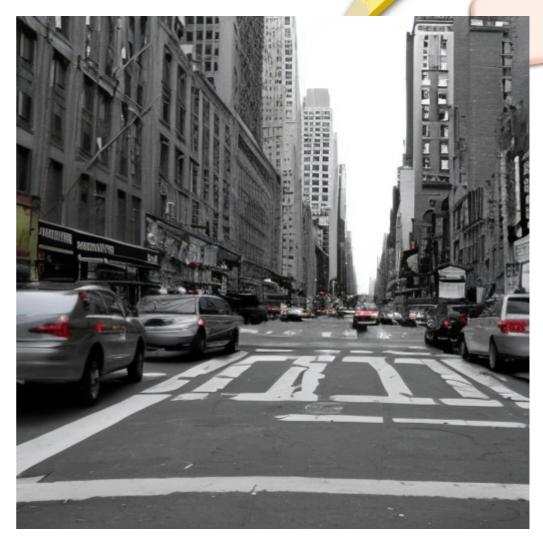


Competition

- Nearer?
 - Similar resources
 - Established markets
- Farther?
 - Less competition
 - Cheaper labor

Cultural and social factors

- Language
- Customs
- Lifestyles



Conclusion

- Many factors
 - Depends on the company's needs
 - Efficiency
 - Profits



Thank you for your attention!