

Q-9 Explain:

(a) Drivers of international trade:

(a) The production of goods and services has increased around the world due to a number of factors:

Particularly globalisation. Many companies have gone beyond their national borders to have operations even in remote corners of the world.

McDonald's, Subway, Kellogg's, Walmart, Tesco, Coca and Pepsi are some of the best examples in this regard. The drivers of international business are as:

(b) Give the names of various restraining forces of international trade.

H-6 The three major barriers to international trade are natural

barriers such as distance and language tariff barriers or taxes on imported goods and nontariff barriers. The nontariff barriers to trade include import quotas embargoes by national regulation and exchange controls.

C What is the importance of international trade in Indian economy.

international trade leads to higher output increased consumption and higher rewards for those sectors where a country has comparative advantage. International trade helps to attract foreign investment in other sectors of the economy.