

## Section - 1

Answers :-

1

Different Features of International transactions.

↓  
Immobility of Factors

↓  
Heterogeneous Markets.

↓  
Different National Groups

↓  
Different Political Units

↓  
Different national Policies

↓  
Different government intervention

↓  
Different Currencies

↓  
Specific Problems.

(1) Immobility of Factors :-

The degree of immobility of factors like labour & capital is generally greater between countries than within the country.

(2) Heterogeneous Markets ⇒

In the international economy, world markets lack homogeneity on account of difference of languages, preferences, customs, weights & measures etc.

(3) Different National Group :-

An obvious difference between home trade & foreign trade is that trade within a country is trading among the same group of people.

(4) Different Political Units ⇒

International phenomenon which occurs between politically different units, while domestic trade occurs within the same political unit.