

*University of Mujahid Abdelhafid Boussouf – Mila*

*Faculty of Economics, Commercial & Management Sciences*

*Departement Of Tronc Commun*

*Lectures On : English economic terminology*

*Addressed To 1st Year Students – 2nd Semester*

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# ***International Trade***

## **Introduction**

International trade is the exchange of goods and services between countries. It allows nations to access resources, expand markets, and increase economic efficiency.

## **1. Definition of International Trade**

International trade refers to the exchange of goods and services between countries. It allows nations to expand their markets, access resources not available domestically, and improve economic efficiency.

## **2. Importance of International Trade**

International trade plays a vital role in economic development:

- ✓ **Economic Growth:** Promotes production and increases national income.
- ✓ **Specialization:** Countries focus on producing goods where they have an advantage.
- ✓ **Access to Resources:** Enables countries to obtain raw materials and technology.
- ✓ **Consumer Benefits:** Provides a wider variety of goods at competitive prices.
- ✓ **Job Creation:** Expands employment opportunities through exports.

## **3. Theories of International Trade**

Some of the most famous theories of international trade are as follows:

- **Absolute Advantage (Adam Smith):** Countries should produce goods they can make more efficiently than others.
- **Comparative Advantage (David Ricardo):** Trade benefits arise when countries produce goods at a lower opportunity cost.
- **Heckscher–Ohlin Model:** Countries trade based on factor endowments like labor, capital, and land.

## **4. Types of International Trade**

### ➤ **Export Trade**

- ✓ Selling goods and services to other countries.
- ✓ Example: Exporting oil, agricultural products.

### ➤ **Import Trade**

- ✓ Buying goods and services from foreign countries.
- ✓ Example: Importing machinery or technology.

### ➤ **Entrepôt Trade (Re-export)**

- ✓ Importing goods and re-exporting them without major transformation.

## 5. Trade Policies

- **Free Trade:** No restrictions; promotes efficiency and global competition.
- **Protectionism:** Policies to protect domestic industries using:
  - ✓ Tariffs: Taxes on imports
  - ✓ Quotas: Limits on quantities imported
  - ✓ Subsidies: Financial support to local producers

## 6. Balance of Trade

Balance of trade is the difference between exports and imports:

- ✓ Trade Surplus: Exports > Imports
- ✓ Trade Deficit: Imports > Exports

## 7. International Trade Organizations

- **World Trade Organization (WTO):** Regulates international trade rules.
- **International Monetary Fund (IMF):** Ensures financial stability.
- **World Bank:** Supports economic development.

## Conclusion

International trade is a key driver of globalization and economic development. While it offers many benefits, countries must carefully design trade policies to balance growth and protection of domestic industries.

### English-Arabic International Trade terms

English Term	Arabic Translation	English Term	Arabic Translation
International Trade	التجارة الدولية	Import License	رخصة الاستيراد
Export	تصدير	Export License	رخصة تصدير
Import	استيراد	Globalization	العولمة
Re-export	اعادة التصدير	Trade Barrier	حاجز تجاري
Trade Balance	الميزان التجاري	Shipping	شحن
Trade Surplus	فائض تجاري	Wholesale	بيع بالجملة
Trade Deficit	عجز تجاري	Smuggling	تهريب
Free Trade	التجارة الحرة	Certificate Of Origin	شهادة المنشأ
Protectionism	الحماية التجارية	Dumping	الاغراق التجاري
Customs tariff	التعريفية الجمركية	Subsidy	الدعم

Quota	الحصة	Chamber of Commerce And Industry	غرفة التجارة والصناعة
Customs	الجمارك	Commercial Register	سجل تجاري
Exchange Rate	سعر الصرف	Commercial Ports	الموانئ التجارية
Absolute Advantage	الميزة المطلقة	Current Price	سعر جار
Comparative Advantage	الميزة النسبية	Regional Trade Agreements	اتفاقيات التجارة الإقليمية
Opportunity Cost	تكلفة الفرصة البديلة	Licensing	الترخيص
World Trade Organization (WTO)	منظمة التجارة العالمية	Franchise	الامتياز التجاري
International Monetary Fund (IMF)	صندوق النقد الدولي	Multilateral Trade	التجارة متعددة الأطراف
World Bank	البنك الدولي	Bilateral Trade	التجارة الثنائية

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