International Trade

Why do nations trade?

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Resources: Each nation has different amounts of particular resources within its borders.

* Natural Resources -
* Human Capital -
* Physical Capital -

Specialization and Trade:

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Key Terms:

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| Term | Definition | Example | Symbol |
| Specialization (pg. 29) |  |  |  |
| Tariff (pg. 450) |  |  |  |
| Trade Barrier (pg. 449) |  |  |  |
| Trade Quotas (pg. 449) |  |  |  |