

Key Term	Definition	Example
Import	Bringing goods into a country from another country.	"We import toys from China."
Export	Sending goods to another country for sale.	"The company exports bananas to Europe."
Customs Duties	Taxes paid on goods when they cross borders.	"Customs duties are paid for all imported goods."
Trade Deficit	When a country buys more than it sells.	"The country has a trade deficit because it buys a lot."
Tariff	A tax on goods coming into or going out of a country.	"There is a tariff on imported cars."
Export License	A document needed to sell certain goods abroad.	"You need an export license for some products."
Trade Agreement	A deal between countries on how to trade.	"The trade agreement helps both countries."
Sanctions	Penalties on a country to limit trade.	"Sanctions can affect trade with other countries."
Free Trade Agreement (FTA)	An agreement to trade freely without tariffs.	"The FTA helps us sell more products."
Balance of Trade	The difference between what a country sells and buys.	"A good balance of trade means we sell more than we buy."
Quota	A limit on how much of a product can be imported or exported.	"There is a quota for sugar imports."
Dumping	Selling goods for less than they cost to make.	"Dumping can hurt local businesses."
Trade Barrier	Rules that make it harder to trade.	"High trade barriers make it difficult to sell products."
Letter of Credit	A bank promise to pay for goods when conditions are met.	"The buyer got a Letter of Credit for the deal."
Bill of Lading	A document showing what is being shipped and where it goes.	"The Bill of Lading has all the details about the shipment."