

# Developing countries must be able to reap the Benefits of International Trade

## Outline:

### 1- Introduction:

Thesis statement:

Although developing countries are unable to extract the true benefit of international trade due to certain challenges, mitigation strategies in the domains of administration, economy distribution, and technology development will make them able to reap the benefit of International trade.

### 2- Potential of International Trade in the Developing Countries

### 3- Significance of International Trade for Developing Countries

a- International trade is a source of foreign currency.

b- Access to diverse commodities is acquired through international trade.

c- Industries to facilitate international trade create jobs.

d- Trading at international level raise the productivity and competitiveness.

e- Foreign trade gives an opportunity for cultural exchange and enhances diplomatic relations.

#### 4- Barriers Hindering Developing Countries from Maximizing Trade benefits.

- a- Political instability within the country
- b- Insufficient production capacity to meet the market demands
- c- Major dependence on exports of raw materials.
- d- Lack of skills and technology
- e- Tariff barriers on developing countries.

#### 5- Strategies to reap Benefits of International Trade.

- a- Bring political stability within the country
- b- Invest in industrial development to ~~meet~~ ~~market~~ enhance productivity.
- c- Focus on trade of greener technologies.
- d- Ensure skill enhancement and education growth.
- e- Negotiate trade agreements.
- f- Investment in trade infrastructure.

#### 6- Conclusion

##### Essay Introduction:

Over **80%** of world's population resides in developing countries, yet they account for just a fraction of global trade. It is a stark reminder of the untapped potential waiting to be unlocked in these nations. One may ~~can~~ wonder that despite of various benefits associated with international trade, why is the involvement so low? The

benefits that include job creation, enhance foreign currency and rise in productivity within the country. While maintaining good diplomatic relations with trade partners, along with access to diverse markets. But along with enormous list of advantages, associated challenges also come into play. The challenges that range from internal ones, including political instability, insufficient skillset and production, to external tariff barriers. To combat these challenges, the country needs to invest in education, industrial development, and trade infrastructure. Along with that, there is a need to focus on trade through greener technologies and ensuring nation's stability. Overall, although developing countries are unable to extract the true benefit of international trade due to certain challenges, mitigation strategies in the domains of administration, economy distribution, and technological development will make them able to reap the benefit of international trade.