



## International Economic Relations

In general, an economic study deals with human activity, which is related to satisfying his various needs through the best use of the available resources. However, a number of relations and problems arise in connection with consumption, production, exchange of goods and the distribution of national income. Therefore, international economic relations are deemed to be a form of such economic activity, which is termed as the fundamentals of economics, and the relevant means of economic analysis, which are part of the specialized economic studies dealing with the international commerce, as well as other international economic matters. Therefore, this study is concerned with studying all the forms of economic activity, carried out across the political borders by international exchange of goods and services; and it also deals with the global flow of capital. Given the importance of issues which are associated with the international economic relations, they are now studied as a separate branch of economics, having its own rules. In general, international economic relations are studied independently. There is distinction between closed economy and open economy where economic relations exist between many countries with different economic, political and social systems.