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THE perfect fact that open perfect cooperation between borders especially free trade and more benefits for country that looking for modern industries & amazing successful trade with your people between cooperatives country, and great investing money also amazing revolutionary industries. for example **NAFTA**. It's the legend of agreements in twentieth century and 21 century including significant economic benefits for the three countries. it's make international economics easy and useful for both country, the introduction of NAFTA has led to decline in commodity prices, diplomatic relation among member states have improved & also improved foreign investment, for some sector of U.S economy the cost and benefits of agreement are easier to unpack for most of the agricultural sector, NAFTA has been a major success as U.S export have grown significantly. service industry open two large market service. USA run a large trade surplus of service with the both Canada & Mexico. economic development could have moved those jobs to other countries jobs

could have been

lost to increased automation or without trade. Canada and Mexico those jobs might never existed. the big downside of NAFTA is sent farmer to loss for example when products supported by the government it's have been allowed to enter country as the local farmer can't compete with subsidized prices. The largest job losses following in North American free trade agreement, wages have been reduced in many other sectors.

THAT DO NOT REQUIRE WORK TO BE IN COLLEGE DEGREE. THE COMPETITION FROM THE WORKERS IN MEXICO WHO PAID THE LESS THAN THE AVERAGE WAGES OF AMERICAN. WORKERS AND PUT A LOW PRESSURE OF CANADA AND U.S WAGES TOO. THE MUST ENFORCE OF NAFTA IS DEAL. THE DEAL WITH OTHER TWO COUNTRIES FAIRLY AND CANNOT PROVIDE BETTER TREATMENT TO DOMESTIC INVESTORS THAT IS NOT NOT A GOOD CASE. IT HAD OFFER FEDERAL CONTRACTS TO COMPANIES IN ALL THREE STATE NAFTA HAS MANY TARIFFS ON IMPORT AND EXPORT AMONG THE THREE COUNTRIES, TARIFFS AND TAXES USED TO INCREASE THE COST OF FOREIGN GOOD ALSO ESTABLISHED SPECIFIC RULES TO REGULATE TRADE IN AGRICULTURAL PRODUCTS CARS AND CLOTHING EXPORT ASKED TO OBTAIN CERTIFICATES OF ORIGIN TO WAIVE CUSTOMS DUTIES THIS MEANS THAT EXPORT MUST BE CREATED IN USA, CANADA & MEXICO. SO WHEN YOU PRODUCT IN PERU BUT SHIPPING IN MEXICO IT STILL PAY FEES WHEN ENTER IN USA & CANADA. THE AGREEMENT SET UP PROCEDURES FOR RESOLVING COMMERCIAL DISPUTES THE SIX PARTIES WILL BEGIN WITH FORMAL DISCUSSION FOLLOWED BY DISCUSSION IF DIFFERENCE IS NOT RESOLVED THE PROCESS HELPS ALL

PARTIES TO AVOID COSTLY LAWSUITS IN THE LOCAL COURTS AND HELP THEM TO INTERPRET THE COMPLEX RULES AND PROCEDURES OF NAFTA ,PROTECTION OF THESE COMMERCIAL .ALL STATES THAT DENY PATENTS TRADEMARKS AND THEY ARE TO RESPECT PATENTS , TRADEMARKS AND COPYRIGHT, AND THAT BE RESPECTED BY ALL BY STATES THAT ARE NOT THE PROCESS OF DECIDING ON THEIR OWN THE COVENTION ENSURED THAT THESE INTELLECTUAL PROPERTY RIGHT DID NOT INTERFERE IN TRADE THE CONVENTION PROVIDED ACCESS TO BUSINESS TRAVELERS EASILY TO COUNTRY .IN ANY AGREEMENT YOU COOPERATE WITH ANY COUNTRY YOU MUST PUT THE GOAL & AND THE MAIN TRADE SO ON BALANCE THE WEALTH OF ECONOMIC ANALYSIS ON THE IMPACT OF NAFTA ,AND MANY ARTICLE .IN NAFTA THERE ARE MORE THAN ARTICLES ONE OF THEM IS VERY IMPORTANT ,FAMOUS AND DONE...ITS ARTICLE 102 OF THE NAFTA CONVENTION THERE ARE SIX DECLARED OBJECTIVES OF THE TREATY REMOVING BARRIERS TO TRADE AND FACILITATING CROSSBORDER MOVEMENT OF GOOD AND SERVICES BETWEEN THE TERRITORIES OF THE PARTIES .PROMOTING FAIR COMPETITION CONDITIONS IN FREE TRADE AREA

,Increasing investment opportunities significantly in the parties regions ,Provide adequate and effective protection and enforcement of intellectual property rights in territory of each party .develop effective procedures for the implementation and application of this convention .its joint management and dispute resolution .Develop a framework for further triangular regional and multilateral cooperation to expand and strengthen the benefits of convention . However NAFTA has been designed to promote economic growth and integration among the north American countries it was believed to have stimulated job growth , enhancing the economies of three countries , its increases imports according to council on external relations .the transaction also sought to protect intellectual property establishing dispute settlement mechanisms and through side agreement ,implementation of labour safe guards and environmental protection before the treaty mexican tariffs on american imports were a few hundred percent higher than american tariffs on mexican imports .NAFTA brought economies of approximately 6\$ help trillion and helped to build North American competitiveness world in market also working help resolve commercial disputes .especially investors and state issues ...over all

NAFTA has had a small but positive impact on the U.S economic growth and employment than there otherwise would have been ,most objective in this agreement is more specifically through its principles this rules in 102 ..but it another more article 103 that other AGREEMENT one is parties affirm their existing right and obligations with respects to each other agreement in the event of any inconsistency between this agreement and such other agreement shall prevail the of the inconsistency except as otherwise provided.also Article 104

relation to environmental and conservation

AGREEMENT ;

1. In the event of inconsistency between this

agreement and the specific trade obligation set out in

2. The convention on international trade in endangered species of wild fauna and flora done at Washington March 1973 and amended June 22, 1979 3. The Montreal Protocol on substances that deplete the Ozone layer, done at Montreal, September 16, 1987 as amended June 29, 1990 4. The Basel Convention on the control of transboundary movement of hazardous wastes and their disposal, done at Basel March 22, 1989 on entry into Canada, Mexico and USA.

5. The agreement set in annex 104,,

a. such obligation shall prevail to extent of inconsistency, provided that where a party has a choice among equally effective and reasonably available means of complying with such obligations, the party chooses the alternative that is the least inconsistent with the other provisions of this agreement.

b. The parties may agree in writing to modify annex 104 to include any amendment to an agreement referred to so that we can explain this ARTICLE 104 :

for importing annex ... agreement between Government of Canada and USA concerning the transboundary movement of hazardous waste signed Ottawa 28 Oct 1986. The agreement between the United States of America Mexico State on cooperation for the protection and improvement of environment in the border area signed at La Paz Baja California August 14 1983. The last article is

EXTENT OF OBLIGATION ..105 ,

The parties shall ensure that all necessary measures are taken in order to give effect to provisions of this agreement including their observance except as otherwise provided in this agreement by state and provincial government. NAFTA has achieved significant achievement which have been created in 1994 the largest free trade in world resulted in significant economic growth and helped to raise the standard of living of people of member state through cooperation in industry such as cars investment and energy sectors ..the NAFTA negotiation began in 1992 under the administration of President George Bush and Minister Brian Mulroney of Canada President Carlos Salinas of Mexico NAFTA . was signed in to law by administrations of President Bill Clinton. The major goal of trade promote fair competition increase in investment opportunities and protect intellectual property a core principle found throughout all aspects of agreement in that the three country must treat individuals and companies doing business across national border in manner similar to how they treat their own citizens. And companies. This principle of reciprocal treatment is laid out explicitly in NAFTA's obligation on trade in goods services and investment the following are summaries of some of the key aspects of the agreement. NAFTA need to maintain its position on global market by exploiting comparative advantages to result from increased production leading to trade initiatives among themselves..US President Donald Trump he criticized politics this deal and believes that this trade does not lead to real and equal benefits of all. Changes have shown the factor, trade and he said NAFTA loss of balance in global trade. This programme has not happened on a wider scale. The largest production on international trade market was the share of modern technology. export of least developed countries in production, export and imports. NAFTA has achieved significant achievement which have been created in 1994 in largest free zone, resulted in significant economic growth and help to raise the standard of living of the people of member states through cooperation in industry such as car, investment and energy sectors. Economists have come up with solutions and results; The

effect of NAFTA's policy on member state is contradictory effect between good and bad .the three countries faced very different starting circumstances offers summary statistics for each country for 1993 the years before implementation of NAFTA ,and 2015 the last full years which data is available on three relevante metrics per capita gross domestic product (GDP).exports as share of GDP.and the current account trade balance ,a country current account balance is measure of trade balance of trade balance in agoods and services plus it in investment and other financial transfers although trade in good and serviece is often the largest part of the calculation thus the current account captures goods serviece and investment all of wich were affected the NAFTA imposed obligation ,.its worth nothing that all three countries ran a current account deficit both and after NAFTA was implemented wich shows that alone is responsible for trade deficits in the thre countries and that al least some portion of the deficits are driven by trade with non NAFATA, partners and other economic factors .therfore .any anaylsis of overall current account and trade deficits of three countries must explicitly examine the role of trade with non-NAFTA countries . The permanent fluctuation in global exchange rates is the most influential international agreement becouse when you get floating the exachange rates are more responsive exchange rates shocks the cuuse news rate and the fact that exchange rates always exceed the strongest responses in field the economy showes that many experts believe that raising full interset requires and fixed exchange rate so exchange rates don't get manipulated as its happens between america and mexico.with out stability and certainty areas wont specialize fully in comparative advantage economic intergation will remain incomplet and exchange rate uncertainty is alleged to discourage trade and investment .the negative effects of suspicion will likely increasing function ,so many study says that between investment and exchange rate fluctuations does not document statistical singnificate impact.so NAFTA address exchange rates has many studies to measure that limit between convention and exchange rates .Specifically the study found that ;

1. Trade with the other NAFTA partner increased by 118 percent for mexico , 11 percent for canada,& 41 percent for USA.
2. Over economic welfare increased by by 1.31 percent for mexico .0.08 percent for the USA and declined by 0.6 percent for canada as a result of the increased trade from NAFTA.
3. For the USA and mexico the sectors that contributed the most to increased trade were machinery communication equipment and motor vehicles. These three sectors accounted for accounted for 76 percent of the inceased trade for mexico and 51 percent of the trade for united states
4. For Canada , motor vehicles were also one of the three sectors accounted for 53 percent of the increased trade for Canada .

THIS study relied upon an extensive multicountry ,multi-sector macroeconomic model . THIS analysis reacher similar finding for the effect of NAFTA on mexico . although the postive impact of NAFTA was deemed stronger for mexico that united state . the study found that Canada may have experienced a net negative impact due to decline in export prices for canadain munufacturers which offset increased trade in intermediate products and other gains .

INTERNATIONAL trade is the source of commuincation among people it's the capacity of international market trading state and productive competition for goods and services. IF we want

to know the comparison of normal international economic trade with NAFTA theory we see simple differences .the international economic markets ,increasingly ,businesses ,consumers and governments realize that their lives are affected not only by what goes on in their own town state or country but also by what is happening around the world consumers can walk into their local shops today and buy goods and services from all over the world local businesses must compete with these foreign products .However many of these same businesses also have opportunities to expand their markets by selling to a multitude of consumers in other countries .The advance of telecommunications is also rapidly reducing the cost of providing services internationally ,while the internet will assuredly change the nature of many products and service as it expands markets .even further .one simple way to see the rising importance of international economics is to look at growth of exports in the world during the past fifty or more years .figure 1.1<world Exports,1948_2008 in billion of US DOLLARS> FROM 1948 to 2008 .recognizing that one country's export are another country's imports ,one can see the exponential growth in outflows and inflows during the past fifty years .some economy shrank by 8.6 percent and the unemployment rate to 8.9 percent .With the contraction came a chorus of calls for protection of domestic industries facing competition from imported products for U.S workers.a tariff bill to substantially raise protection was already working its crisis hit The objective of higher tariffs was to consumers would spend their goods that U.S products instead by doing so US jobs could be saved in the import-competing industries many economists at the time disagreed with this analysis and thought the high tariffs would make things worse .IN may 1930 1028 economists signed a petition protesting the tariff act and beseeched president Hoover to veto the bill. Despite these objections ,in June of 1930 the Smoot-Hawley tariff act of 1930 which raised average tariffs to as much 60 percent was passed into law however because higher US , tariffs also injured the foreign companies that were exporting into the US market and because the foreign economies were also stagnating and suffering from rising unemployment they responded to the Smoot-Hawley tariffs with higher tariffs of their own retaliation ,within several months numerous US trade protecting their own domestic industries with higher trade barriers, the effect was a dramatic drop in international trade flows throughout the world and quite possibly a deepening of the economic crisis .in subsequent years ,the depression did get much worse the

U.S economy continued to contract at double-digit rates .we know what free trade agreement some time depends on the conglomerate.and NAFTA is one of it so the conglomerate is the mass is combination of companies and investors that are actively engaged or serving in favor of the parties that agree with them . The group of countries that linked them mutually from a wide range of economic ,political or historical relations .

The international trade state become interested in establishing free zones to encourage free competition ,international trade ,goal of achieving integration in developing countries ,contributes to a new economic assistance and gains and benefits especially in labour sector this is part of the free-trade agreement .NAFTA has contributed to the liberalization of regional free trade and the volume of financial flows. These groups contribute significantly between NAFTA and international trade in the world .International trade is beneficial developing countries do not have actual plans to manage the economy and finance for reconstruction and productive as Arab countries don't take advantage of natural resource and don't contribute to the production of something .International trade depends on government capital and spends these funds internationally while contracting anywhere on the planet with an open treaty and entities. But NAFTA only linked with 3 countries ,they are used some subject to secretariats and the funds they use contribute to resolving disputes and opening up investment ...but the international trade

also contributes politically to the decision and investment of economic and trade cooperation with the most secure nation in the world. ...NAFTAs rules and subject is confidence system in the three countries ,just 3 country . and always conference will held in USA washington ,CANADA ottawa,& in MEXICO in mexico city ,this system is the person appoint a secretary to this secretariat and depends from government in each of 3 countries ,but on the international trade representative and the head of financing of state. The person who representing the country his name is ambassador or diplomat operating in the world trade zone . attends the every two -year ministerial conference in SWITZERLAND ,Geneva it's the subject to international conventions and united nations .

SOURCES OF RESEARCH

INTERNATIONAL TRADE ;THEORY AND POLICY

Steve Suranovic ,George Washington University PDF

REGIONAL ECONOMIC INTEGRATION BETWEEN THEORY
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