

## Trade Answer Key

Watch the video [Comparative advantage and opportunity cost: how economic sharing is caring](#) (3:49)

Define the following terms:

- specialization  
focusing on one task
- comparative advantage  
what is gained by specializing and trading with others
- opportunity cost  
cost of doing one thing instead of another—the value of what is given up

How do countries benefit from trade?

By specializing and trading with others, countries get more than if they did everything themselves.

Explore the international trade data on the site [The Observatory of Economic Complexity](#).

Who are Canada's major trading partners?

- United States
- China
- United Kingdom
- Japan
- Mexico
- Germany

What are Canada's major exports?

- Petroleum
- Cars
- Gold
- Vehicle parts

What are Canada's major imports?

- Cars
- Petroleum
- Delivery trucks