**FLOW OF GOODS AND SERVICES**

Exports

Imports

**More Imports than Exports:**

**Trade Deficit**

Exports

Imports

**More Exports than Imports:**

**Trade Surplus**

Governments usually try to reduce a high trade deficit because it means \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

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On the other hand, trade surpluses are\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

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**FIVE WAYS TO OFFSET THE RISKS OF IMPORTING**

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