

Chart of difference between Internal Trade and External Trade

Points of differences	Internal Trade	External Trade
Meaning	It refers to buying and selling of goods and services within the nation.	Trading globally or trade between two or more nations is known as International Business/ External Trade.
Countries	There is only one country involved in buying and selling.	In this, a minimum of two countries involved.
Risk	Less Risk is involved.	There is a high-risk involvement.
Currency	Payments are made in the home currency .	Foreign currency is used for the buying and selling of products and services.
Mode of Payment	Cash or credit is used in internal trade.	Payments are made by Bills of exchange and through the bank .
Mode of Transportation	Roadways, Railways , are used for moving products from one place to another.	Waterways-(sea transport), Airways are used
Cost	Operating cost is lower.	It involves long-distance which results in higher cost .
Types	Wholesale Trade and Retail Trade	Import, Export and entrepot .