

The Role of Digital Currencies in International Trade

Prof. Dr. Archana Aher, Tamanna Gardi, Pooja Vilas Soni
MIT ACSC, Alandi, Pune, India

Abstract: *The rise of digital currencies, including Bitcoin, Ethereum, and central bank digital currencies (CBDCs), has sparked a revolution in the global financial landscape. This paper explores the role of digital currencies in international trade, assessing their potential to reshape global trade dynamics, reduce transaction costs, increase efficiency, and enhance financial inclusion. Through an analysis of current trends, challenges, and emerging technologies, this study investigates how digital currencies can facilitate smoother cross-border transactions, streamline payment systems, and alter international economic relations. The findings suggest that digital currencies, particularly CBDCs, can offer significant benefits to international trade but also introduce new risks and require international cooperation to establish standardized frameworks for their adoption.*

Keywords: Digital Currencies, International Trade, Bitcoin, Ethereum, Central Bank Digital Currencies (CBDCs), Cross-Border Payments, Financial Inclusion, Blockchain, Transaction Costs, Global Financial System