

EU and South Asia Bilateral FTA

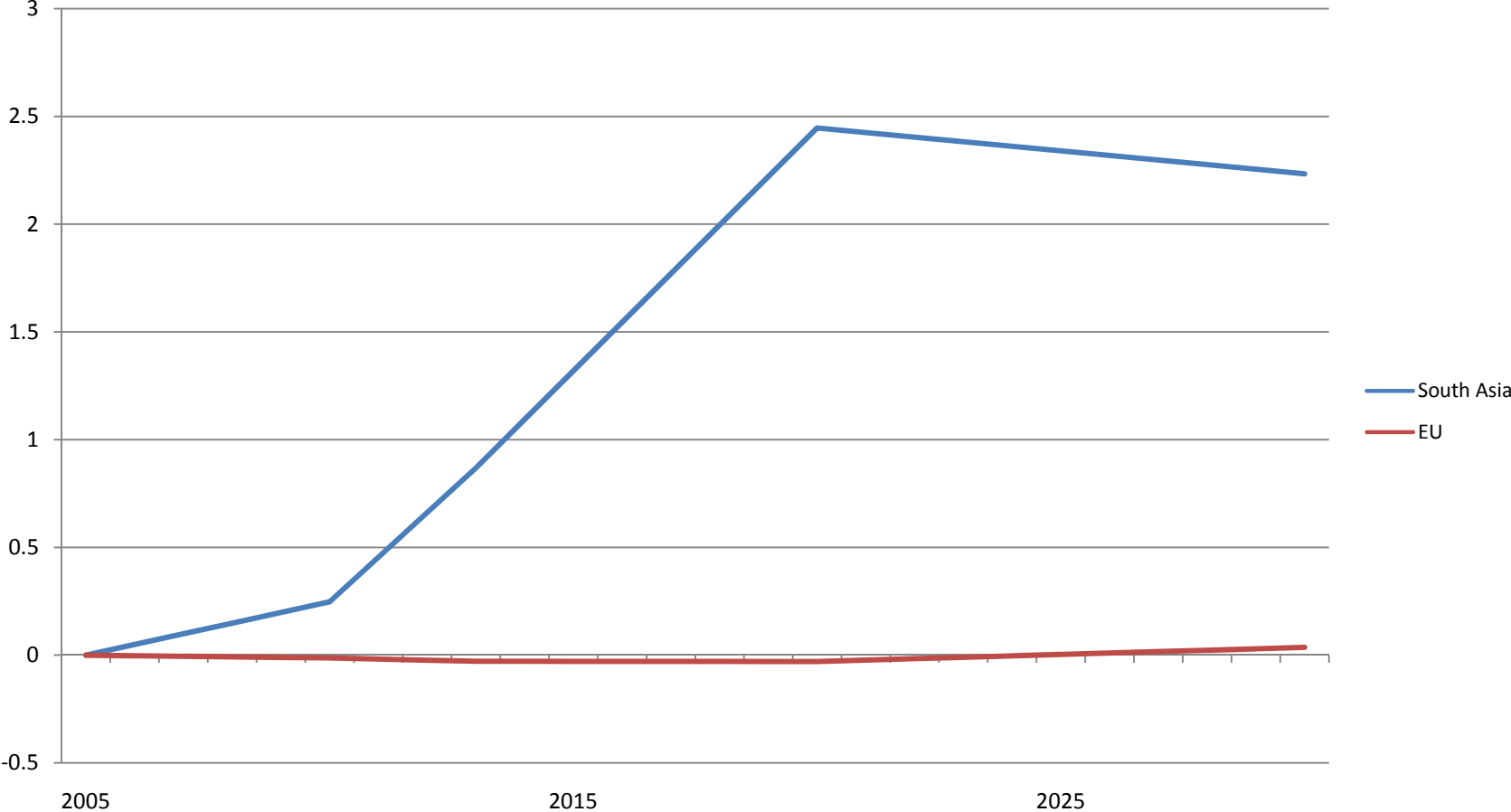
Kenneth Baltzer

Selim Raihan

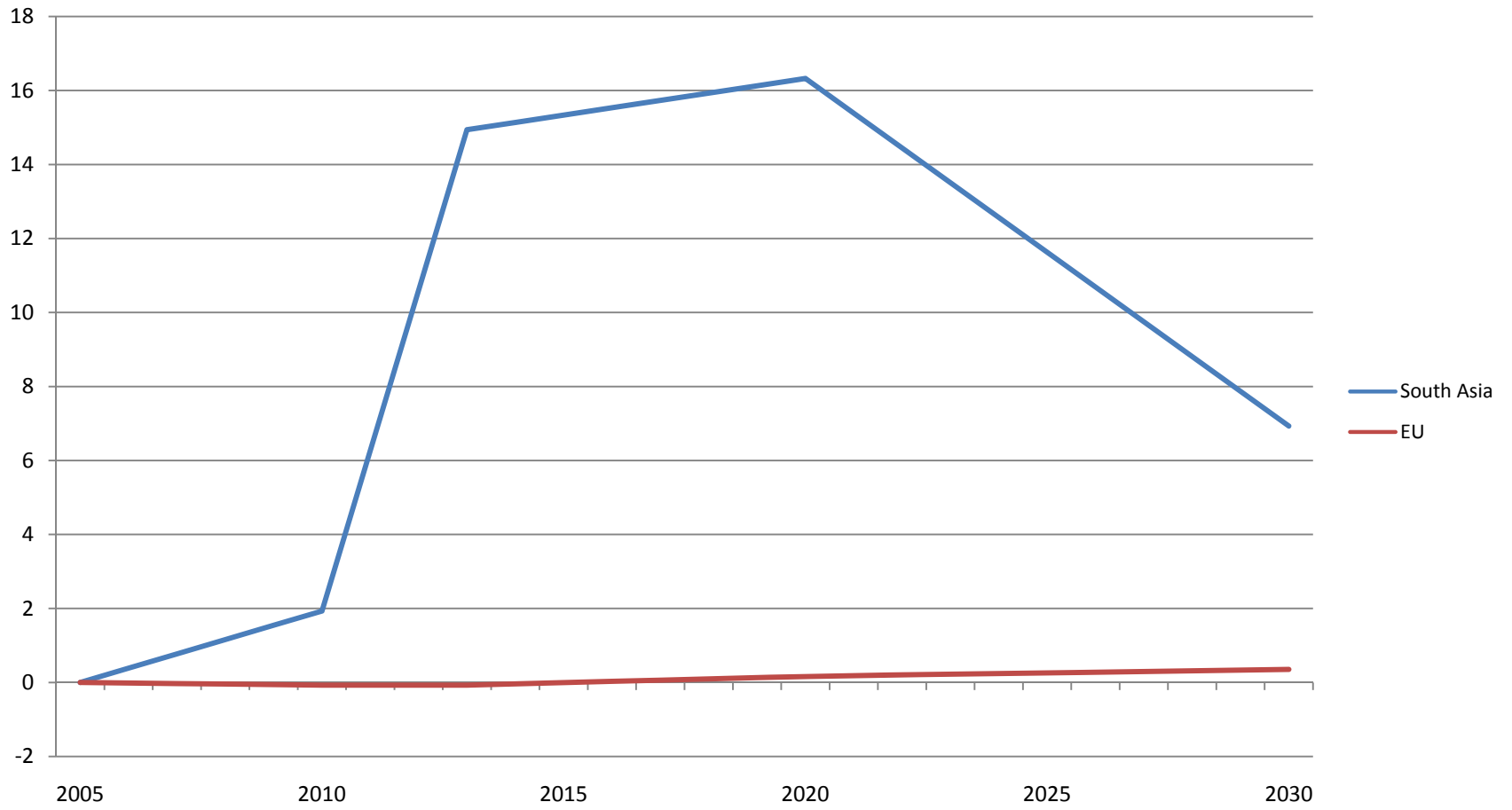
Overview

- Simulation 1:
- Reduction in tariff in EU for South Asia in year 2010:
 - All tariffs except on food are reduced to zero
 - Tariff on food is reduced by 50%
- Reduction in tariff in South Asia for EU in year 2013:
 - All tariffs except on food are reduced by 90%
 - Tariff on food is reduced by 40%
- Simulation 2:
 - EU reduces tariffs in 2010
 - South Asia reduces tariffs in 2010

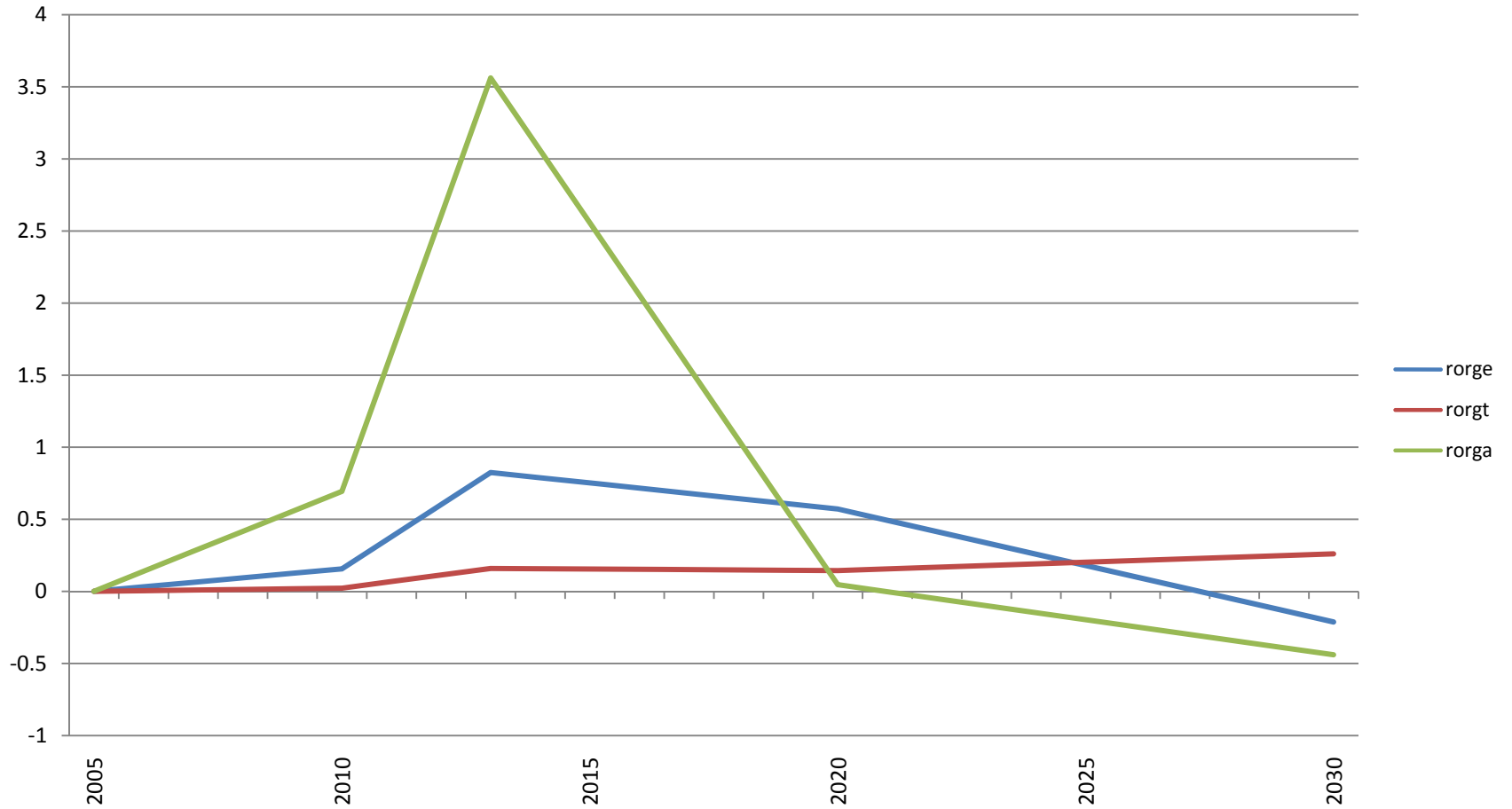
GDP



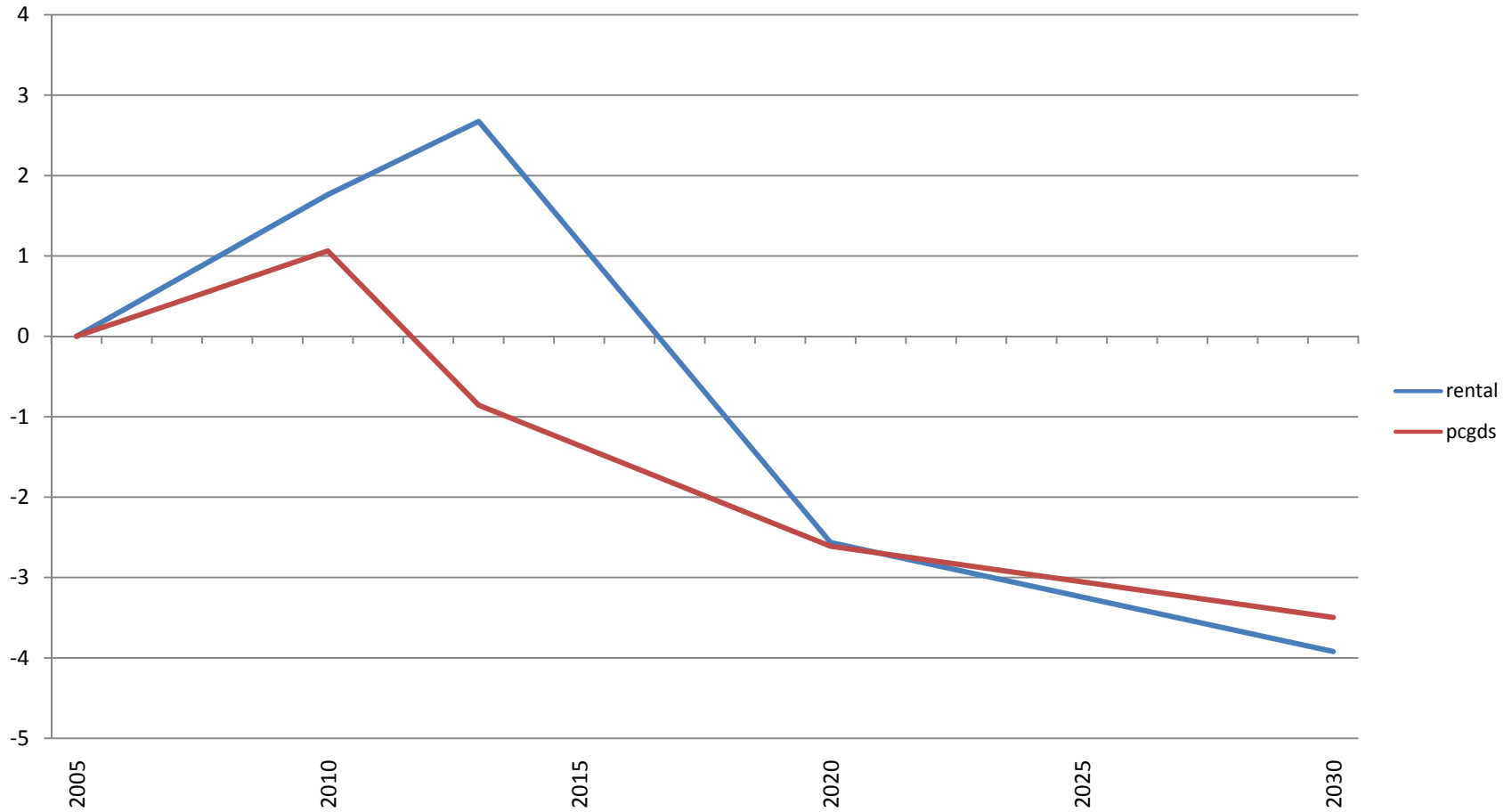
Investment



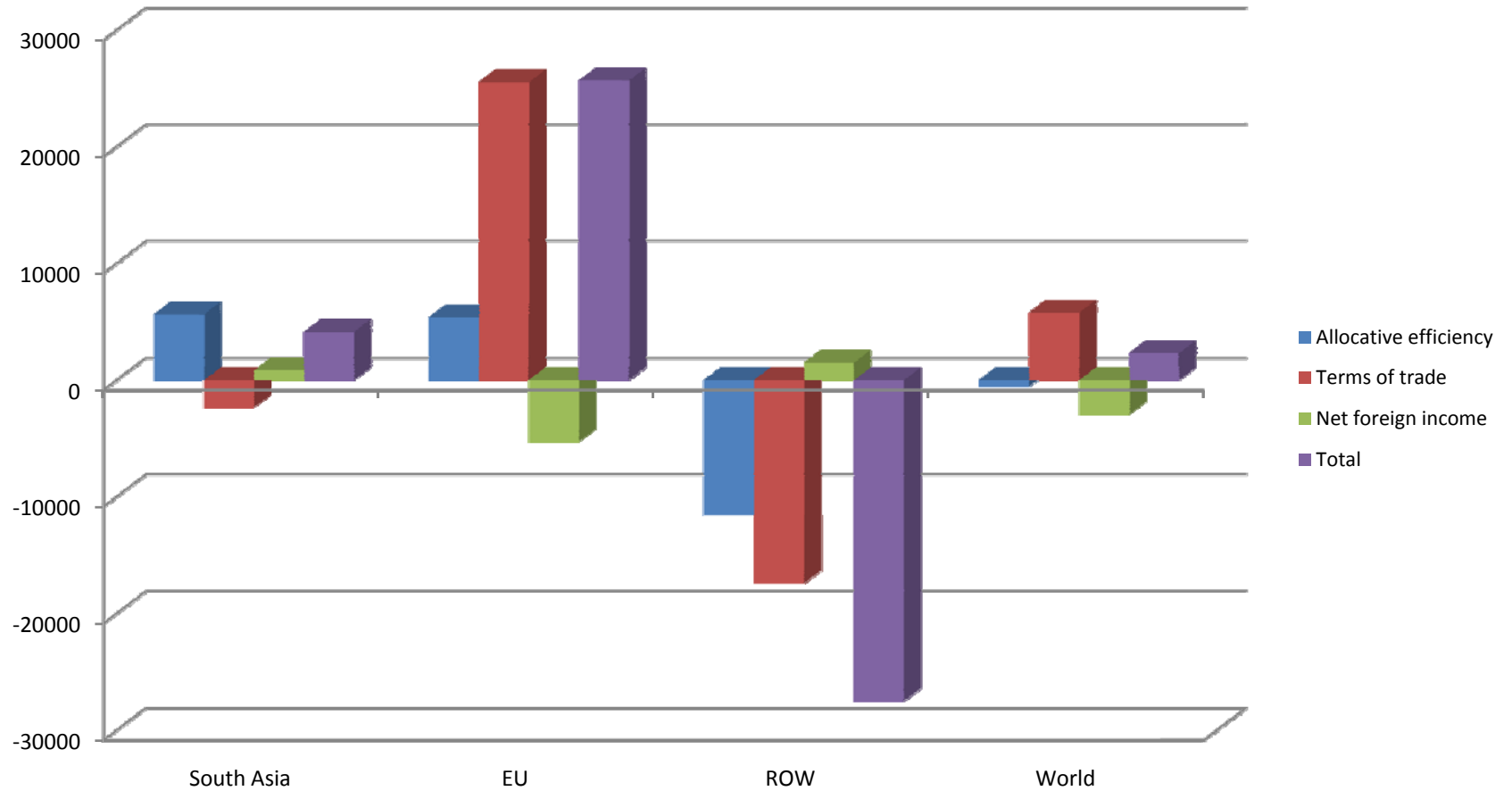
SA: Rate of Return



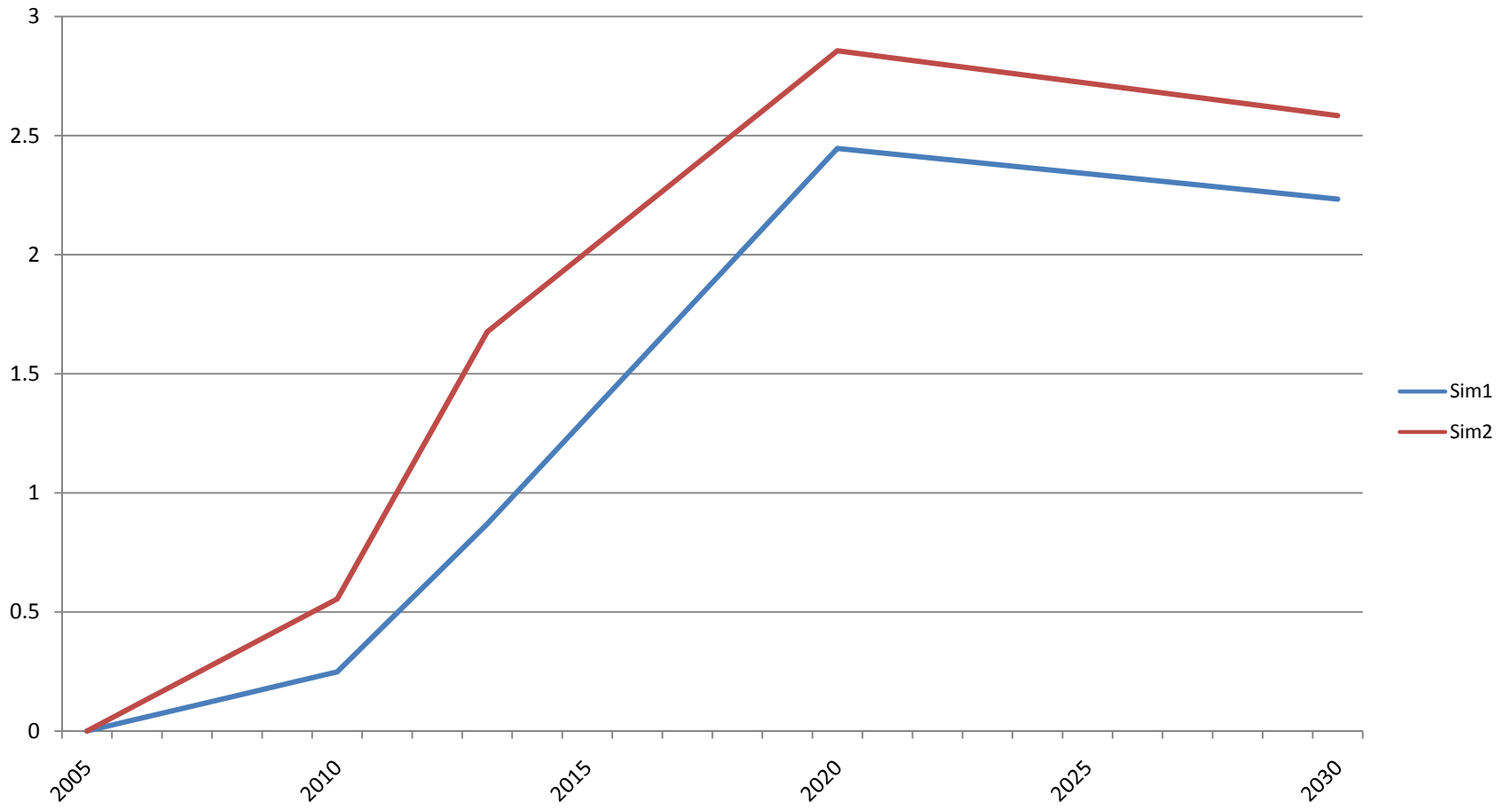
SA: Rental and pcgds



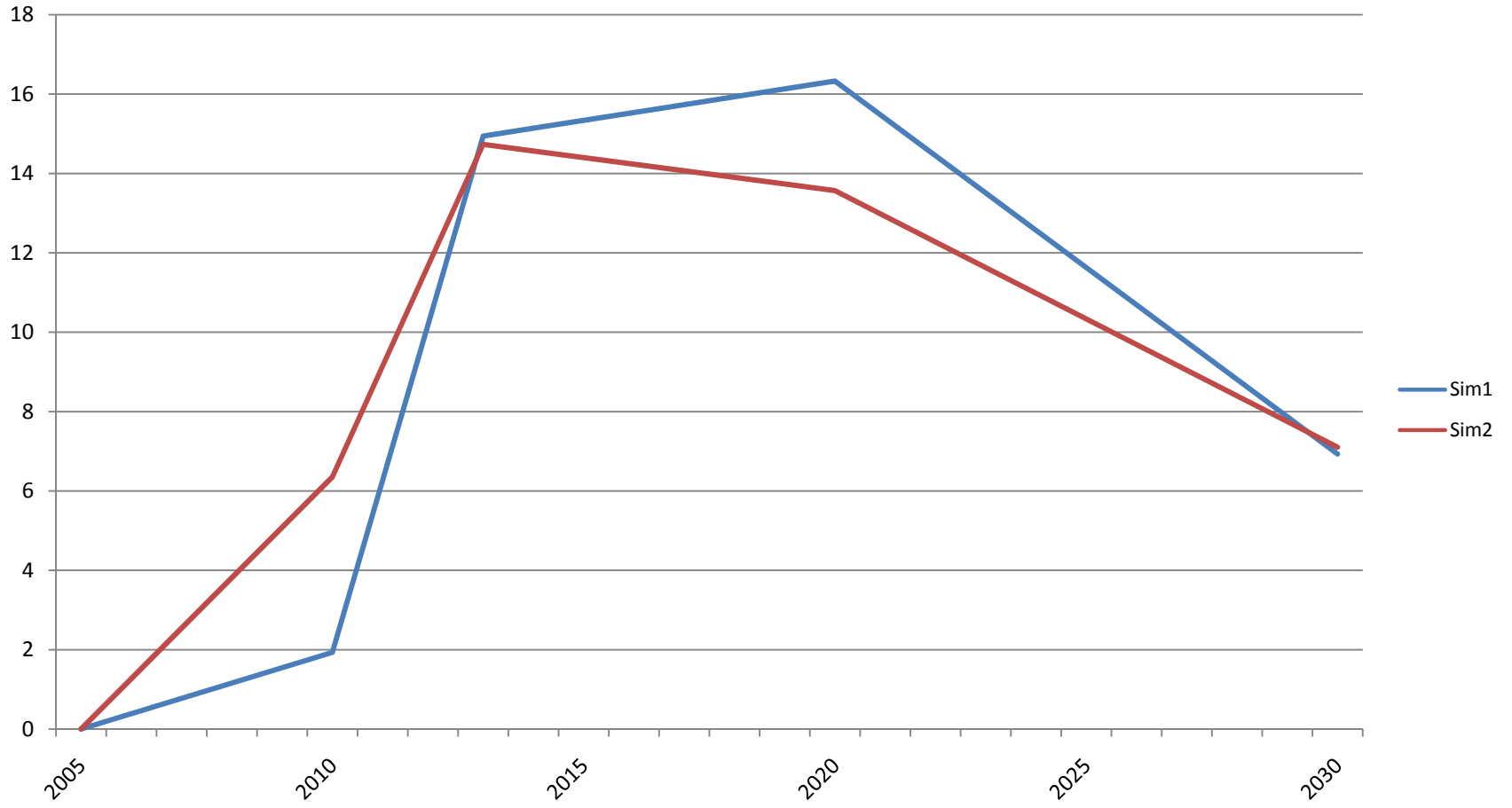
Welfare



GDP SA: Sim1 vs. Sim2



Investment SA: Sim1 vs. Sim2



RORGE SA: Sim1 vs. Sim2

