

Accepted Manuscript

Title: Do Refugee-Immigrants Affect International Trade?
Evidence from the World's Largest Refugee Case

Author: Sucharita Ghosh Ali Enami

PII: S0161-8938(15)00012-5
DOI: <http://dx.doi.org/doi:10.1016/j.jpolmod.2015.01.011>
Reference: JPO 6179



To appear in: *Journal of Policy Modeling*

Received date: 3-5-2014
Revised date: 22-5-2014
Accepted date: 4-1-2015

Please cite this article as: Ghosh, S., and Enami, A., Do Refugee-Immigrants Affect International Trade? Evidence from the World's Largest Refugee Case, *Journal of Policy Modeling* (2015), <http://dx.doi.org/10.1016/j.jpolmod.2015.01.011>

This is a PDF file of an unedited manuscript that has been accepted for publication. As a service to our customers we are providing this early version of the manuscript. The manuscript will undergo copyediting, typesetting, and review of the resulting proof before it is published in its final form. Please note that during the production process errors may be discovered which could affect the content, and all legal disclaimers that apply to the journal pertain.

Do Refugee-Immigrants Affect International Trade? Evidence from the World's Largest Refugee Case

(JEL classification: C32, F10, F22)

(Keywords: protracted refugees, international trade, vector error correction, developing countries, causality)

Sucharita Ghosh and Ali Enami[†]

The University of Akron
Department of Economics
Akron, OH 44325
phone: 330.972.7549
e-mail: sghosh@uakron.edu

Tulane University
Department of Economics
New Orleans, LA 70118
phone: 504.865.5321
e-mail: aenami@tulane.edu

Abstract

This paper investigates the impact of refugees on a developing host country's bilateral trade with the source country using a Vector Error Correction model and Granger causality tests. Using the largest case of refugee settlements in the world we look at how refugees moving over several decades from Afghanistan to Pakistan have affected bilateral trade both directly and indirectly. We find that changes in Afghani refugees do not Granger cause movements in bilateral trade between Afghanistan and Pakistan but foreign aid to Afghanistan does Granger cause trade between the two countries.

[†] We would like to thank the editor, three anonymous referees, Greg Madonia and Michael Nelson for their insightful comments and suggestions. All remaining errors are, of course, our own. The corresponding author is Sucharita Ghosh.

1. Introduction

There is a vast literature on the impact that immigrants have on a developed host country's trade balance via their knowledge of their home economies which lowers transactions costs of bilateral

Download English Version:

<https://daneshyari.com/en/article/10479148>

Download Persian Version:

<https://daneshyari.com/article/10479148>

[Daneshyari.com](https://daneshyari.com)