## Accepted Manuscript

Value-Added Exports and U.S. Local Labor Markets: Does China Really Matter?

Leilei Shen, Peri Silva

 PII:
 S0014-2921(17)30197-6

 DOI:
 10.1016/j.euroecorev.2017.10.009

 Reference:
 EER 3069

Received date:31 August 2016Accepted date:9 October 2017

Please cite this article as: Leilei Shen, Peri Silva, Value-Added Exports and U.S. Local Labor Markets: Does China Really Matter?, *European Economic Review* (2017), doi: 10.1016/j.euroecorev.2017.10.009

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.

Kerner Bei Communication Reich Communication R	
ISIN OF MARKEN A REVIEW	
CONTENTS	
M.Mardan, Why countries differ in thin capitalization rules: The role of financial development	,
E Langot and M. Lemoine, Strategic fiscal policies in Europe: Why does the labour wedge matter?	15
H. Fehr, M. Kallweit and F. Kindermann, Families and social security	30
P. Huber, H. Oberhofer and M. Plaffermayr, Who creates jobs? Econometric modeling and evidence for Austrian firm level data	57
I. Hull, Amortization requirements and household indebtedness: An application to Swedish-style mortgages	72
P. Akyol and K. Krishna, Preferences, selection, and value added: A structural approach	85
H. Zhang, Static and dynamic gains from costly importing of intermediate inputs: Evidence from Colombia	115
M. Ampudia and M. Ehrmann, Macroeconomic experiences and risk taking of euro area households	146
D.I. Kuenzel, WTO dispute determinants	157
A. Loeper, Cross-border externalities and cooperation among representative democracies	180
R. Kotschy and U. Sunde, Democracy, inequality, and institutional quality	209
P. Sauré, Time-intensive R & D and unbalanced trade	229
D. Murphy, Excess capacity in a fixed-cost economy	245
Contents continued on outside bo	ik cover
Available online at www.sciencedrect.com	
ScienceDirect	
ELSEVIER North-Holland	

## Value-Added Exports and U.S. Local Labor Markets: Does China Really Matter?<sup>\*</sup>

Leilei Shen<sup>†</sup> Peri Silva<sup>‡</sup>

October 2017

## Abstract

In this paper, our main focus is the direct contribution of the Chinese economy to changes in U.S. labor market outcomes. Our results indicate that the effects of continuously rising value-added exports from China to the U.S. depend on the position of the Chinese exporting industry in the global value chain. In particular, we find that an increase in U.S. exposure to value-added exports from China in industries with high degree of downstreamness leads to negative effects on the share of manufacturing employment, while the same is not present in the case of industries with low degree of downstreamness. Moreover, our results also suggest that the effects of an increase in U.S. exposure to value-added exports from China on average wages and on unemployment levels depends on the position of the Chinese industry in the global value chain.

JEL classification numbers: J6, J21 and J23 Keywords: Value-added exports, employment, wages

\*We are grateful to Emily Blanchard, Anca Cristea, Rafael Dix-Carneiro, Brian Kovak, Ryan Monarch, Marcelo Olarreaga, Nicholas Sly, Daniel Trefler, Chong Xiang, Gerald Willmann, the editor Theo Eicher, two anonymous referees, and seminar participants at the Fall 2014 Midwest Meetings, the DEGIT meetings at the Graduate Institute in Geneva, the EIIT conference at the University of Oregon, the CEA conference at Toronto, Shanghai University of Finance and Economics, the Geneva Trade and Development workshop, and at the Capital University of Economics and Business for helpful comments and discussions. We also appreciate the generosity of David Autor, David Dorn and Zhi Wang in making available the datasets used in their papers.

<sup>†</sup>Kansas State University, email: lshen@ksu.edu

<sup>‡</sup>Kansas State University and Ld'A, email: pdasilva@k-state.edu.

Download English Version:

https://daneshyari.com/en/article/7351676

Download Persian Version:

https://daneshyari.com/article/7351676

Daneshyari.com