

Regional economic integration

Luis Francisco Gomez Lopez

2022-06-10 09:35:10

Contents

- Please Read Me
- Purpose
- Regional trade agreements (RTA)
- Level of integration
- Regional integration in Europe
- Regional integration in North America
- Regional integration in Central America and the Caribbean
- Regional integration in South America
- Regional integration in Africa
- Regional integration in the Middle East
- Regional integration in Asia
- Regional integration in Oceania
- Acknowledgments
- References

Please Read Me

- Check the message **Welcome greeting** published in the News Bulletin Board.
- Dear student please edit your profile uploading a photo where your face is clearly visible.
- The purpose of the virtual meetings is to answer questions and not to make a summary of the study material.
- This presentation is based on (Wild and Wild 2020, chap. 8)

Purpose

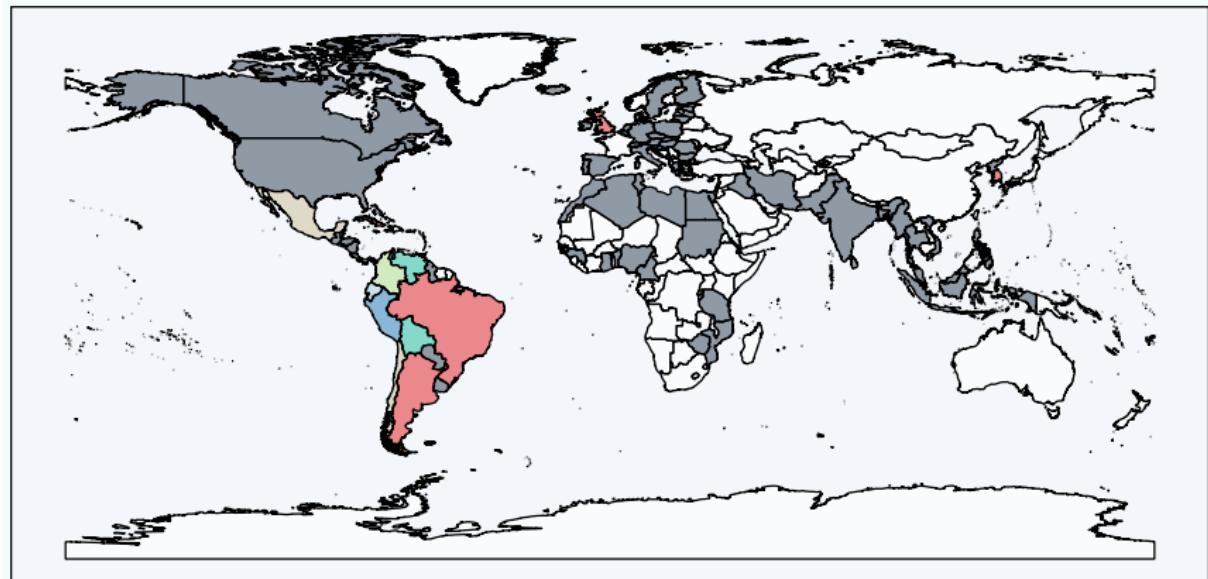
Explore and outline the trend toward greater economic integration of the national economies and its debate

Regional trade agreements (RTA)

- A regional trade agreement (RTA) is a treaty between two or more countries that specify the rules of trade
- Where can I find information about the RTA around the world?
 - Regional Trade Agreements Database:
 - <https://rtais.wto.org> > Explore the data > Export all RTAs
 - Market access map:
 - <https://www.macmap.org/> > Analyze markets

Regional trade agreements (RTA)

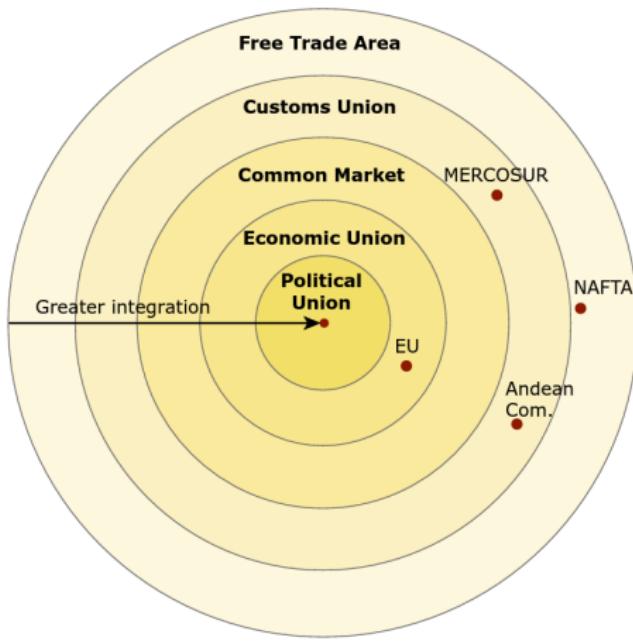
Number of RTAs in force with Colombia by country reported to WTO



Source data: RTA database – WTO & OMC,
Last update data: 2022-06-09,
Source data map: Natural Earth

Level of integration

- Degrees of economical and political integration for regional trading blocs according to (Wild and Wild 2020, Fig 8.1)



Level of integration

- Types of RTAs notify to the WTO

- **Free Trade Agreement (FTA)**

- “Two or more customs territories in which the duties and other restrictive regulations of commerce . . . are eliminated on substantially all the trade between the constituent territories in products originating in such territories . . .” (WTO 2020b, Article XXIV, 8 (b) - GATT 1994)

- **Customs Union (CU)**

- “The substitution of a single customs territory for two or more customs territories . . .” (WTO 2020b, Article XXIV, 8 (a) - GATT 1994)

- **Economic Integration Agreement (EIA)**

- This type of integration is described in (WTO 2020a, Article V)

- **Partial Scope Agreement (PSA)**

- The agreement covers only certain products and must be notified according to (WTO 2020c, 4 - Decision of 28 November 1979 (L/4903))

Level of integration

Table 1: Colombia RTAs in force by type reported to WTO

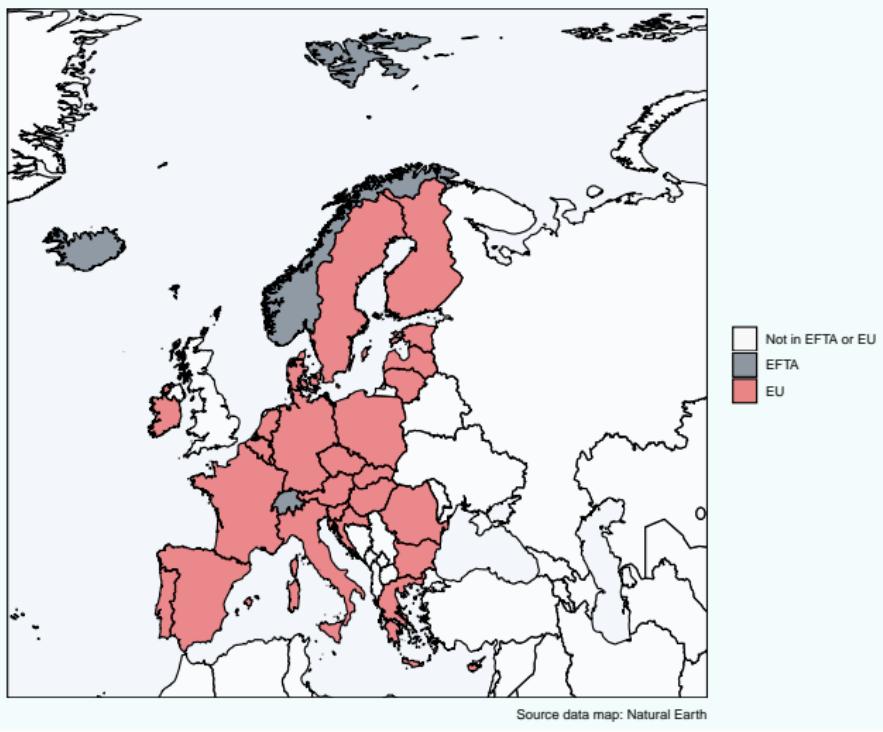
RTA Name	Type
Andean Community (CAN)	CU
Canada - Colombia	FTA & EIA
Chile - Colombia	FTA & EIA
Colombia - Mexico	FTA & EIA
Colombia - Northern Triangle (El Salvador, Guatemala, Honduras)	FTA & EIA
Costa Rica - Colombia	FTA & EIA
EFTA - Colombia	FTA & EIA
EU - Colombia and Peru	FTA & EIA
Global System of Trade Preferences among Developing Countries (GSTP)	PSA
Korea, Republic of - Colombia	FTA & EIA
Latin American Integration Association (LAIA)	PSA
Pacific Alliance	FTA & EIA
United Kingdom - Colombia	FTA & EIA
United Kingdom - Ecuador and Peru	FTA & EIA
United States - Colombia	FTA & EIA

¹ Source: RTA database - WTO & OMC

² Last update: 2022-06-09

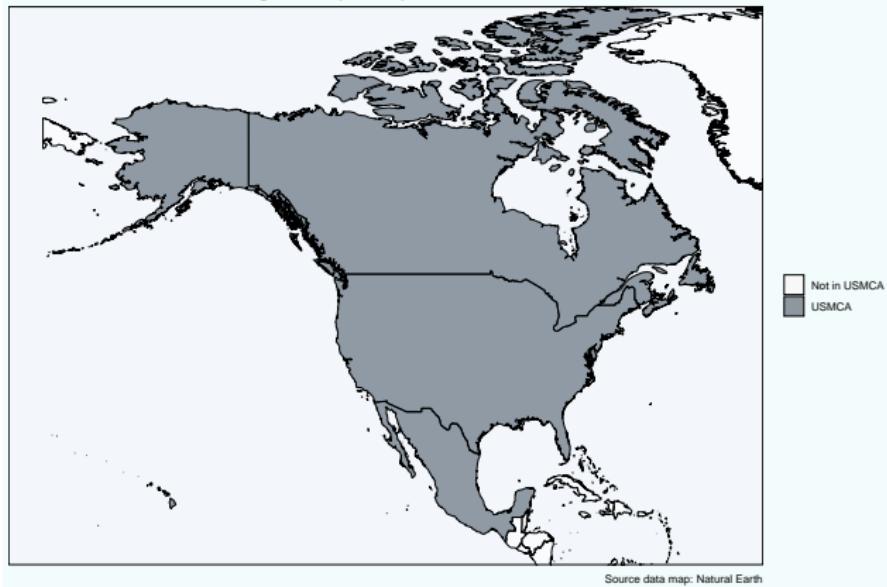
Integration in Europe

European Free Trade Association (EFTA) and European Union (EU)

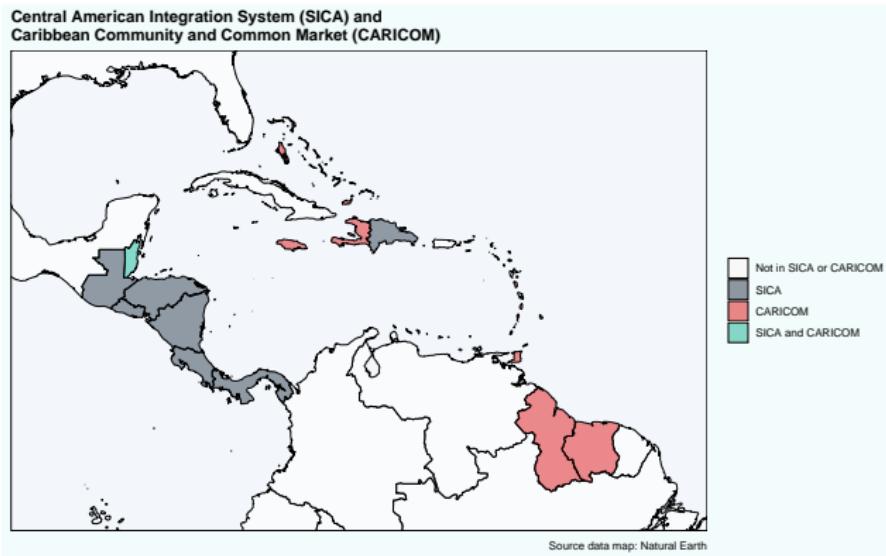


Integration in North America

United States, Mexico, Canada Agreement (USMCA)

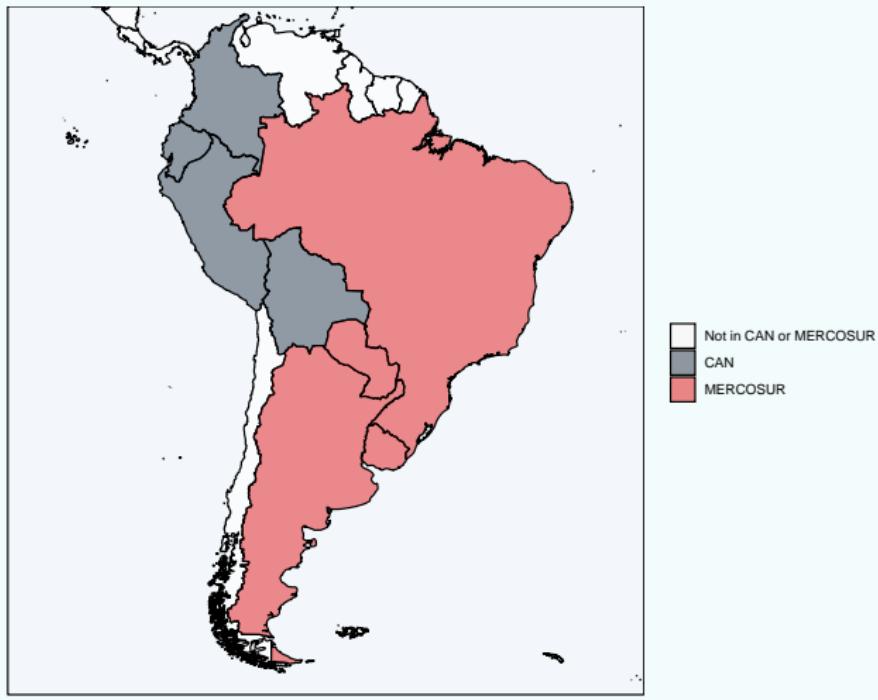


Integration in Central America and the Caribbean



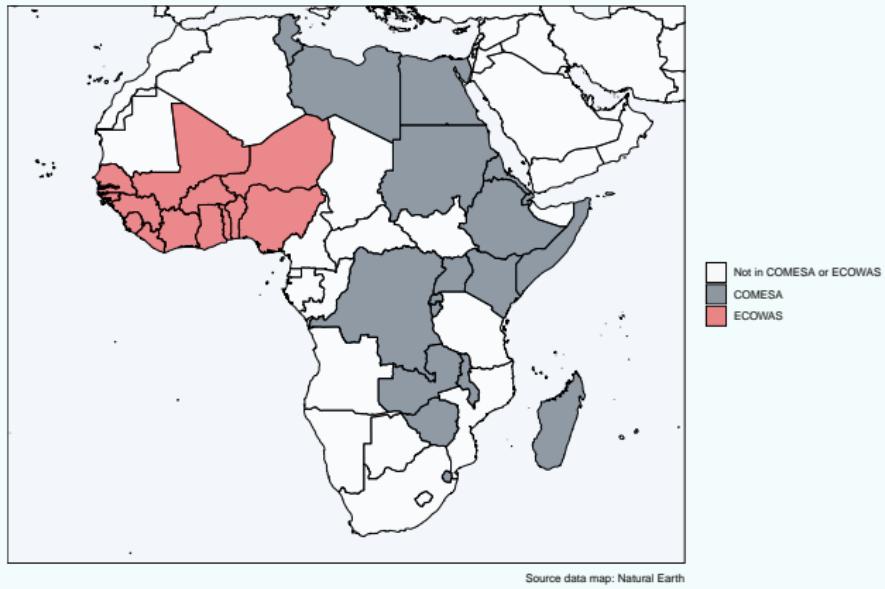
Integration in South America

Andean Community (CAN) and
Southern Common Market (MERCOSUR)

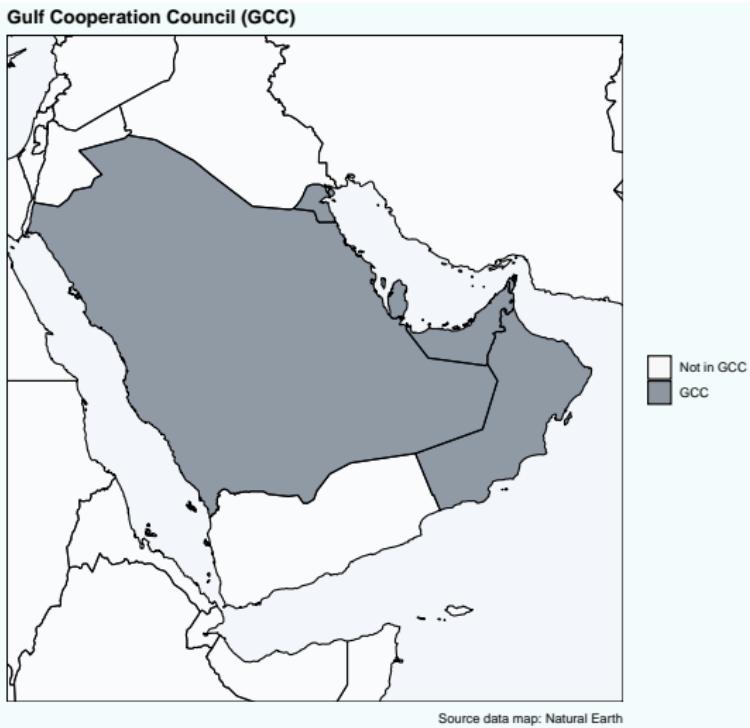


Integration in Africa

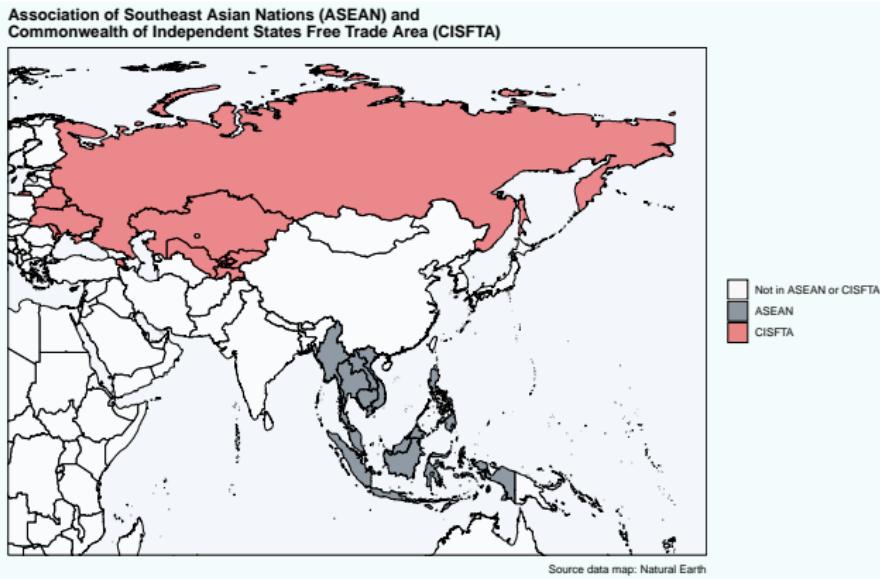
Common Market for Eastern and Southern Africa (COMESA) and Economic Community of West African States (ECOWAS)



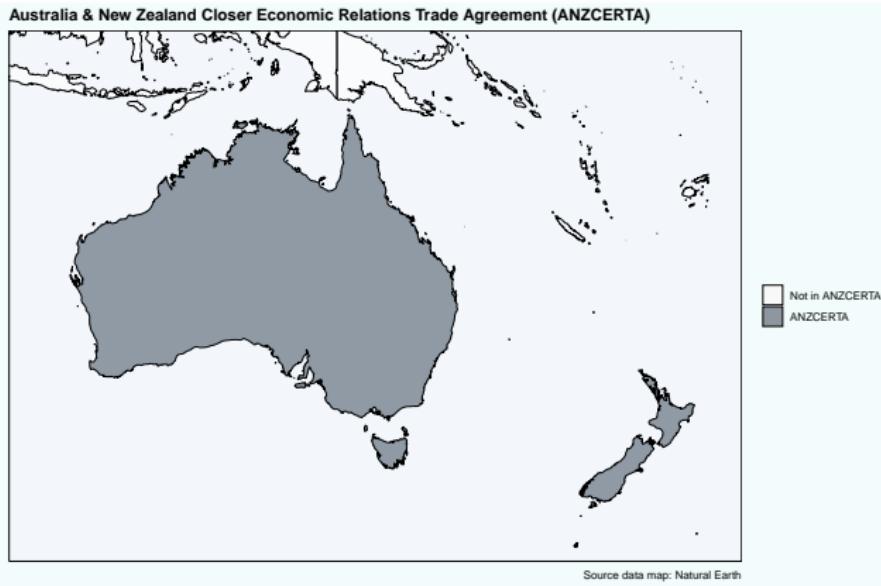
Integration in the Middle East



Integration in Asia



Regional integration in Oceania



Acknowledgments

- To my family that supports me
- To the taxpayers of Colombia and the **UMNG students** who pay my salary
- To the **Business Science** and **R4DS Online Learning** communities where I learn **R**
- To the **R Core Team**, the creators of **RStudio IDE** and the authors and maintainers of the packages **tidyverse**, **knitr**, **tidyquant**, **rnatuelearth**, **ISOcodes**, **countrycode**, **kableExtra** and **tinytex** for allowing me to access these tools without paying for a license
- To the **Linux kernel community** for allowing me the possibility to use some **Linux distributions** as my main **OS** without paying for a license

References

- Wild, John J, and Kenneth L Wild. 2020. *International Business: The Challenges of Globalization*. Harlow: Pearson.
- WTO. 2020a. "WTO | Legal Texts - Marrakesh Agreement." https://www.wto.org/english/docs_e/legal_e/26-gats_01_e.htm#articleV.
- _____. 2020b. "WTO | Regional Trade Agreements - Goods (GATT) Provisions." https://www.wto.org/english/tratop_e/region_e/regatt_e.htm.
- _____. 2020c. "WTO | Regional Trade Agreements - Goods (GATT) Provisions." https://www.wto.org/english/tratop_e/region_e/regatt_e.htm.