

Terms of Trade Improvement 1980-2001



The University of Sheffield

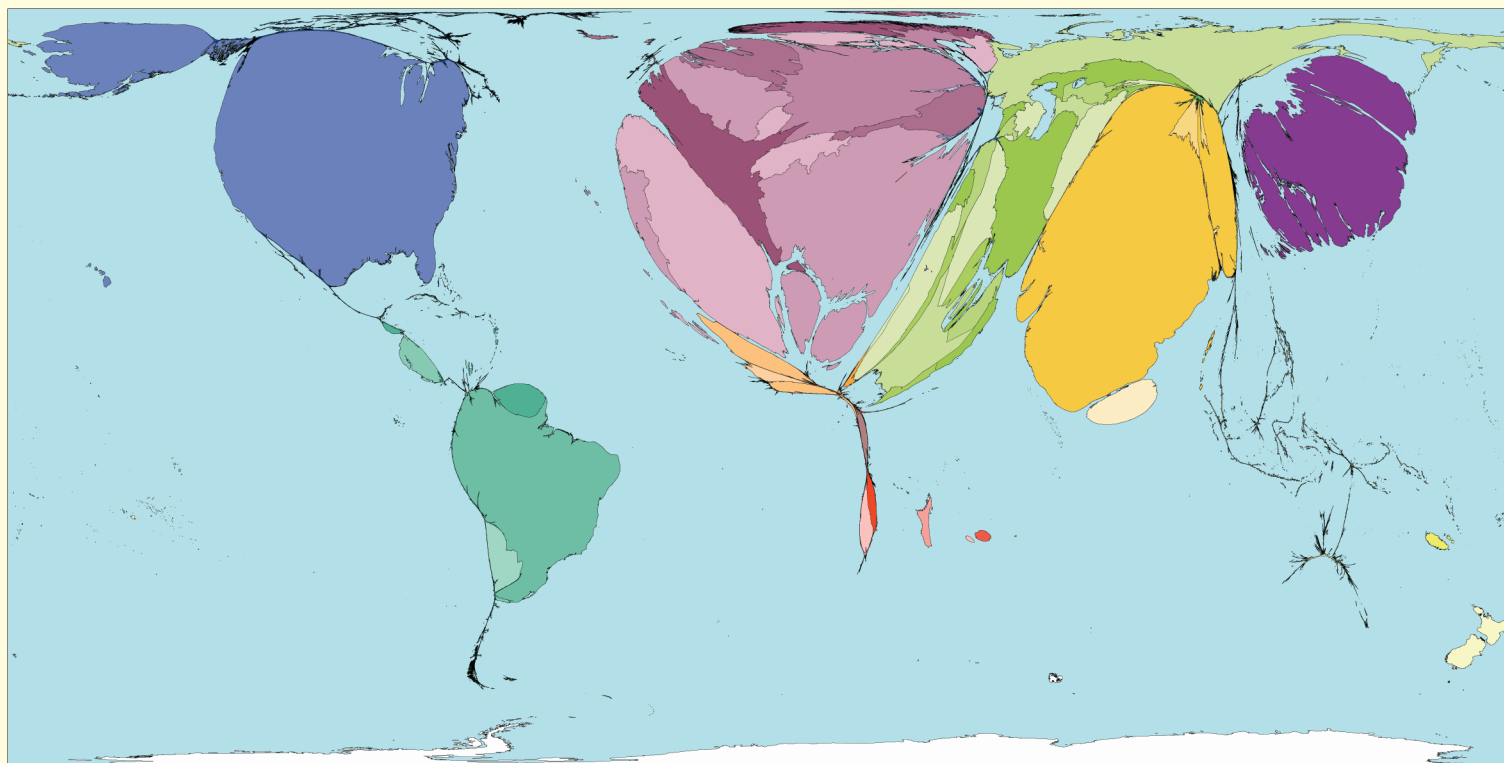


The Leverhulme Trust



Geographical Association

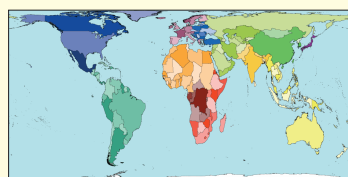
Produced by the SASI group (Sheffield) and Mark Newman (Michigan)



Improving terms of trade means earning increasing amounts for exports whilst paying less for imports. This map shows the financial gain resulting from such changes. The territories with no area on this map are experiencing the declining terms of trade necessary for others to have the improvements shown here.

The United States has gained the most from these changes, by 2001 US\$ 202 billion extra per year was earned there than would have been at 1980s terms of trade. India experienced a higher proportionate rise (but less actual money) even when adjusted for purchasing power parity: US\$ 161 billion per year by 2001.

Territory size shows the proportion of gains in terms of trade between 1980 and 2001 weighted by the current spending on imports of goods and services, that occurred there. Only improving terms of trade are shown.



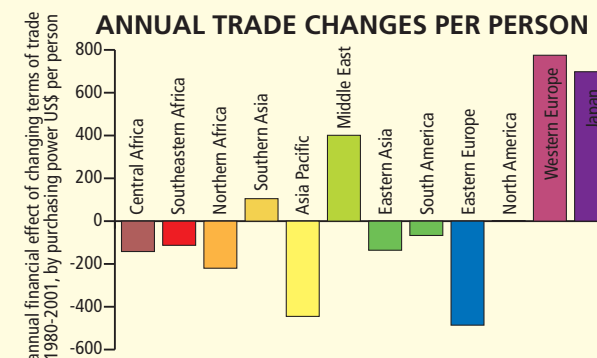
Land area

LARGEST POSITIVE SHIFTS IN TERMS OF TRADE 1980-2001

Rank	Territory	Value	Rank	Territory	Value
1	Luxembourg	7646	11	Kuwait	1273
2	Norway	2292	12	New Zealand	1225
3	Bahrain	2252	13	Qatar	1172
4	Israel	2059	14	Botswana	1065
5	Belgium	1910	15	Denmark	1063
6	Italy	1724	16	Switzerland	1022
7	Spain	1478	17	Iceland	942
8	Malta	1379	18	Paraguay	901
9	United Arab Emirates	1324	19	Costa Rica	880
10	Austria	1311	20	Oman	854

positive shift in terms of trade in Purchasing Power Parity US\$ per person per year 1980-2001

ANNUAL TRADE CHANGES PER PERSON



Technical notes

- Data are sourced from the United Nations Development Programme's 2004 Human Development Report.
- Territories with estimated data are excluded from the table.
- See website for further information.

“Under Europe’s subsidized sugar regime, quotas and high prices mean that European sugar sells at home at nearly three times the world market price.”

Katharine Ainger, 2003