

# Trade and Adjustment

Caroline Freund

Global Director for Trade, Investment, and Competitiveness

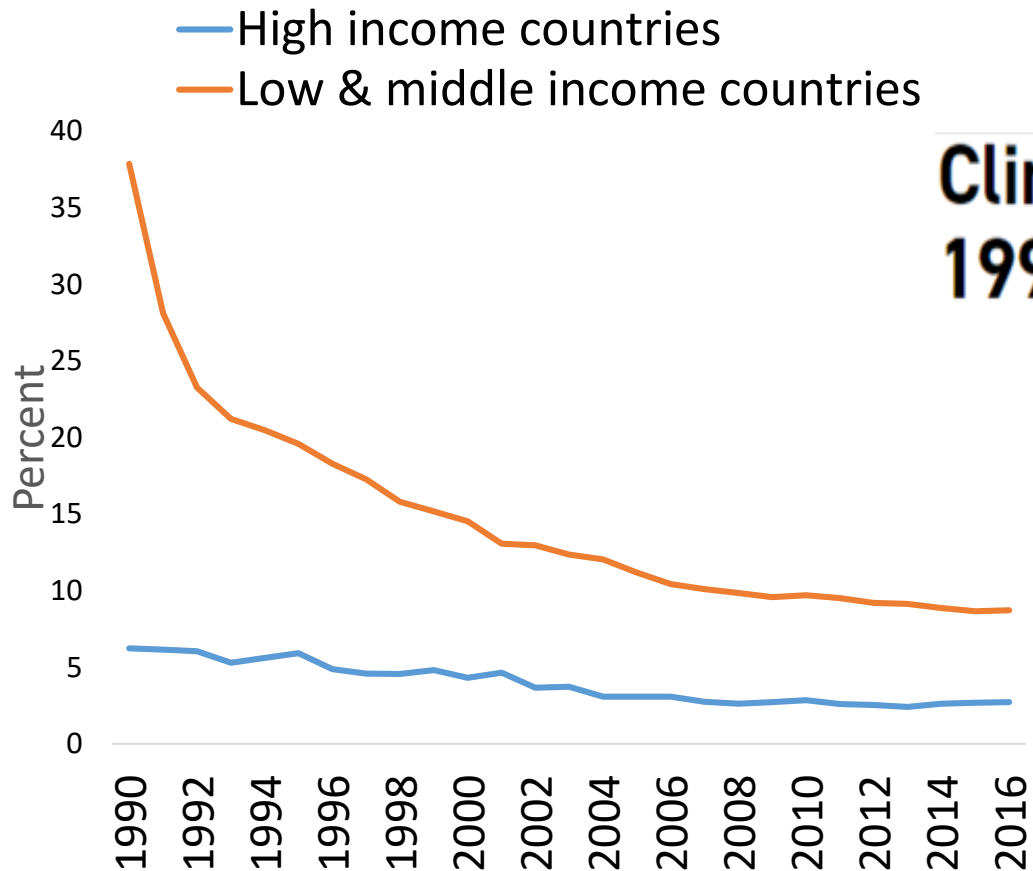


**WORLD BANK GROUP**

**Peterson Institute for International Economics  
Conference on Combating Inequality  
October 17, 2019**

# Unprecedented policy changes in the 1990s and early 2000s

## Simple Average Applied Tariffs



Source: World Development Indicators

*CLAMOR IN THE EAST;  
Eastern Europe's Changing Face*

**Clinton signs NAFTA into law, Dec. 8,  
1993**

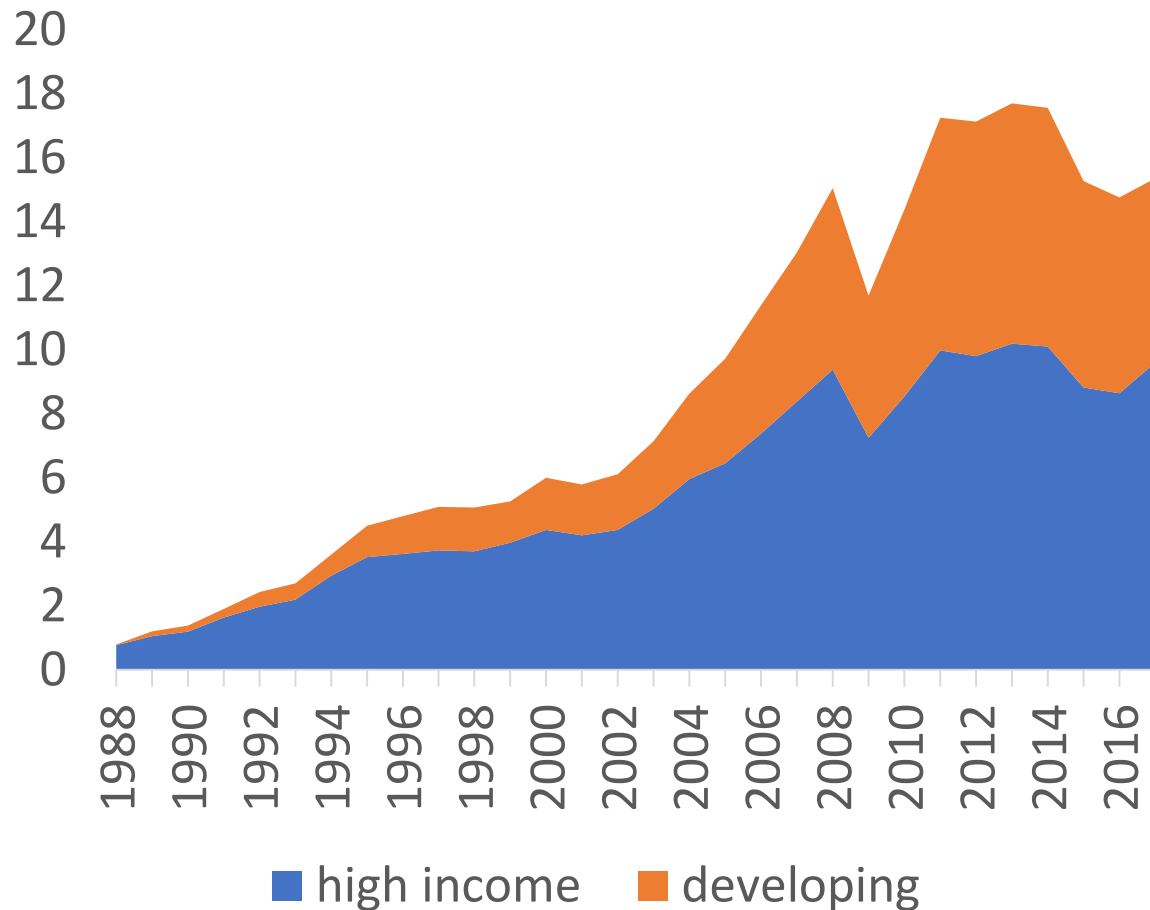


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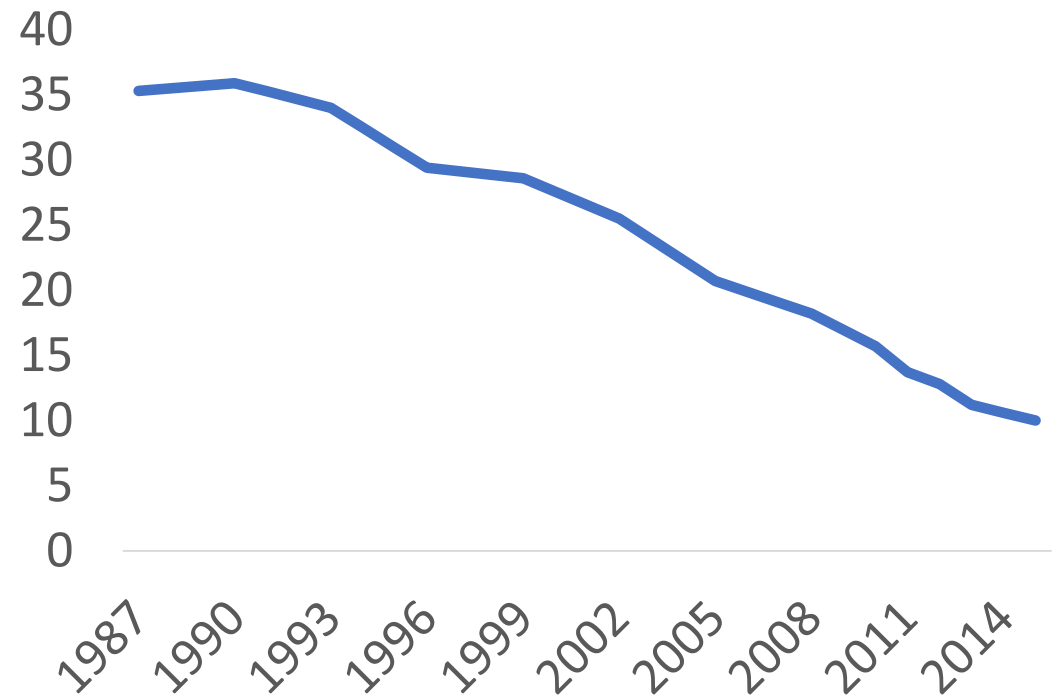
**China's WTO Deal: A Defining  
Moment for Global Cooperation**

# Developing country exports grew and extreme poverty declined

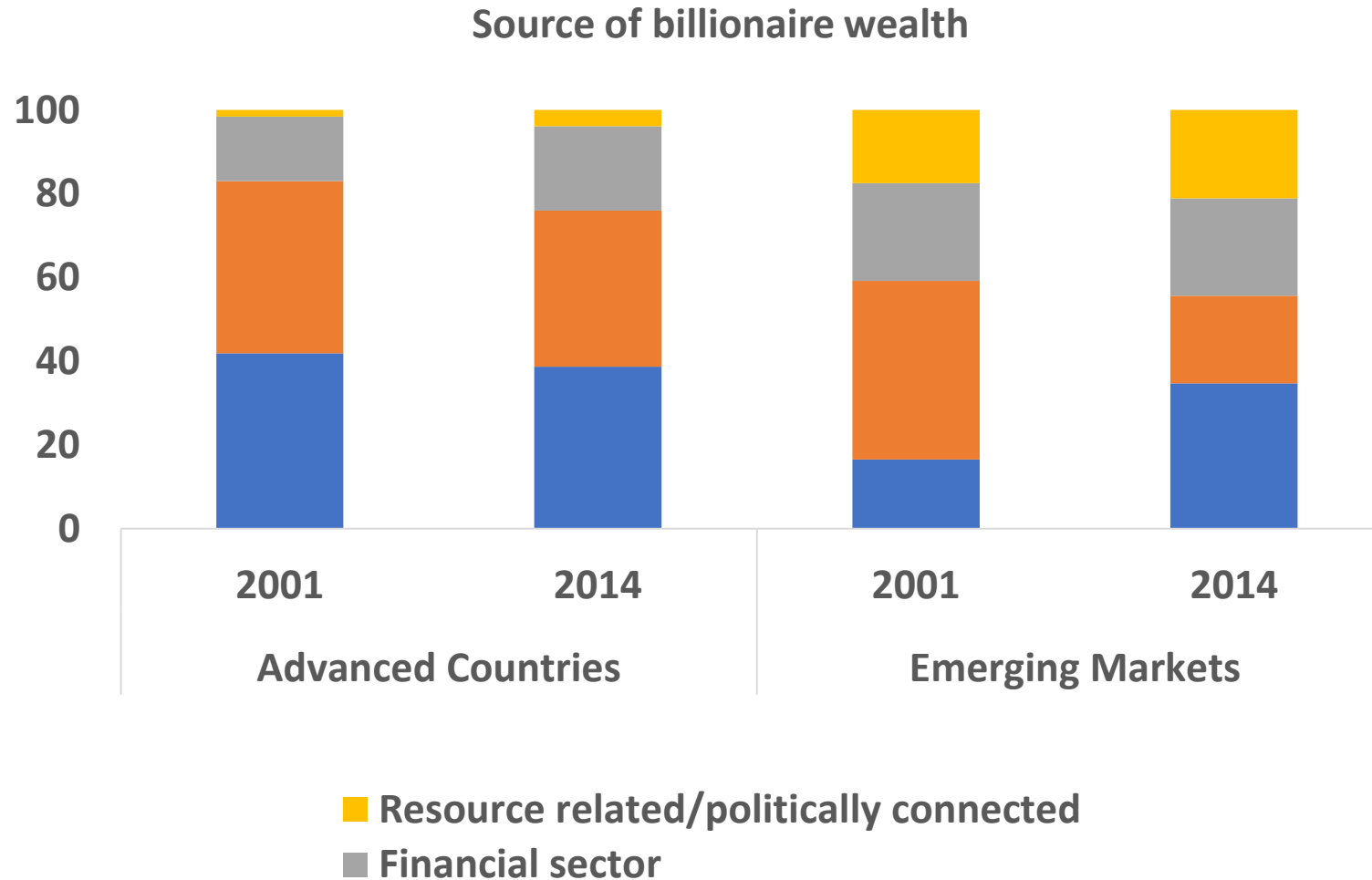
Exports in trillions \$US



Poverty headcount ratio at \$1.90 a day (2011 PPP) (% of population)



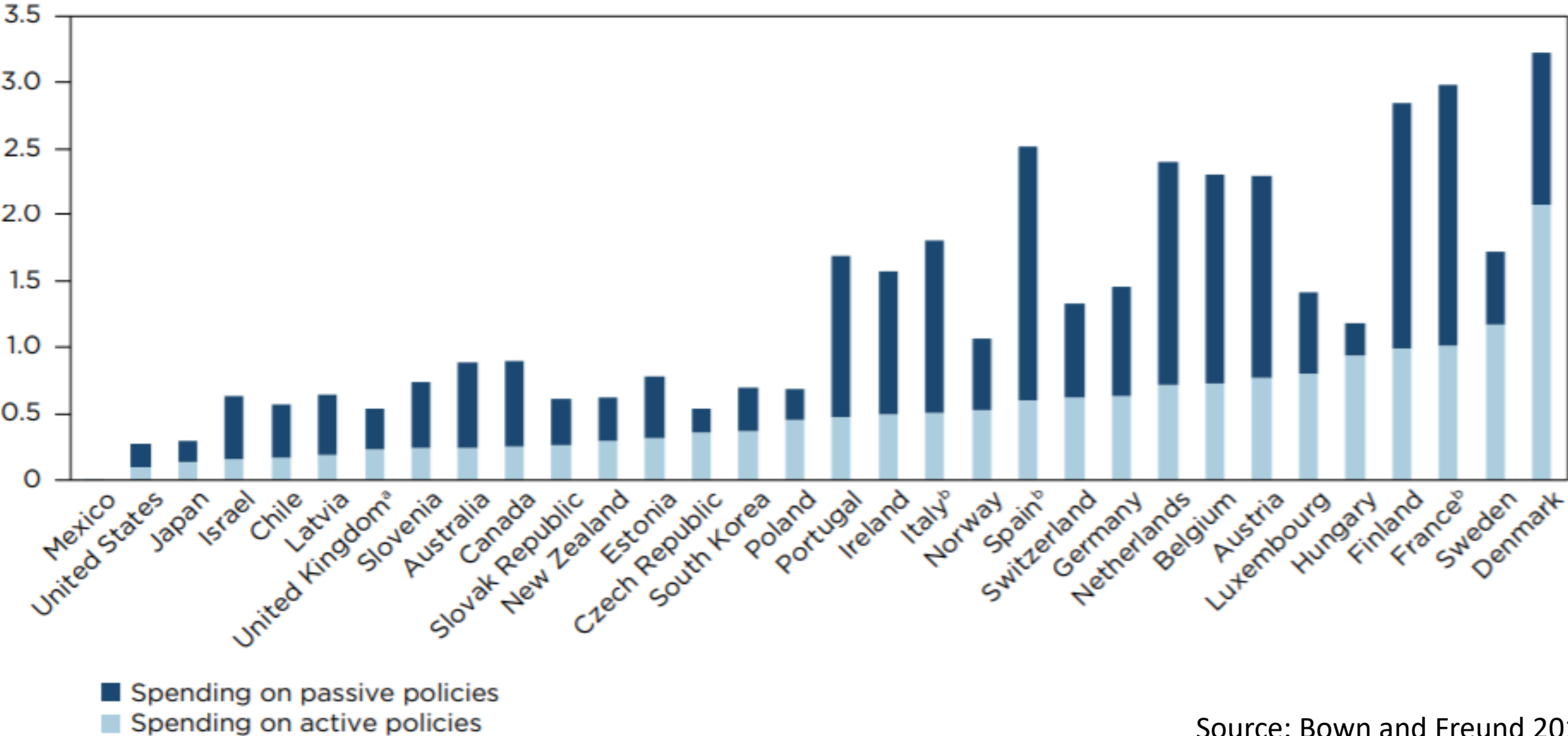
# Sources of extreme wealth changed



Source: Freund 2016

# Spending on labor adjustment varies widely, 2016

percent of GDP



Source: Bown and Freund 2019