# **Trade Analysis with TradeSift**

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#### **TrdeSift Software**

- The software developed by InterAnalysis Ltd. Its a team of international trade policy specialists of the University of Sussex, UK.
- No formal like CGE, econometric modelling is require to interpret the data.
- Nine trade related indicators can be calculated in the software.
- Theses indicators reveal qualitative information about the country trade scenario like trade arrangements and trade profile of a country.
- We can also calculate Tariff and Service trade.
- It is designed to save time spenting on complex calculations and analysis.

  Because we need not write any programming to run the software. We have just select the key and press it for result.

#### **Features**

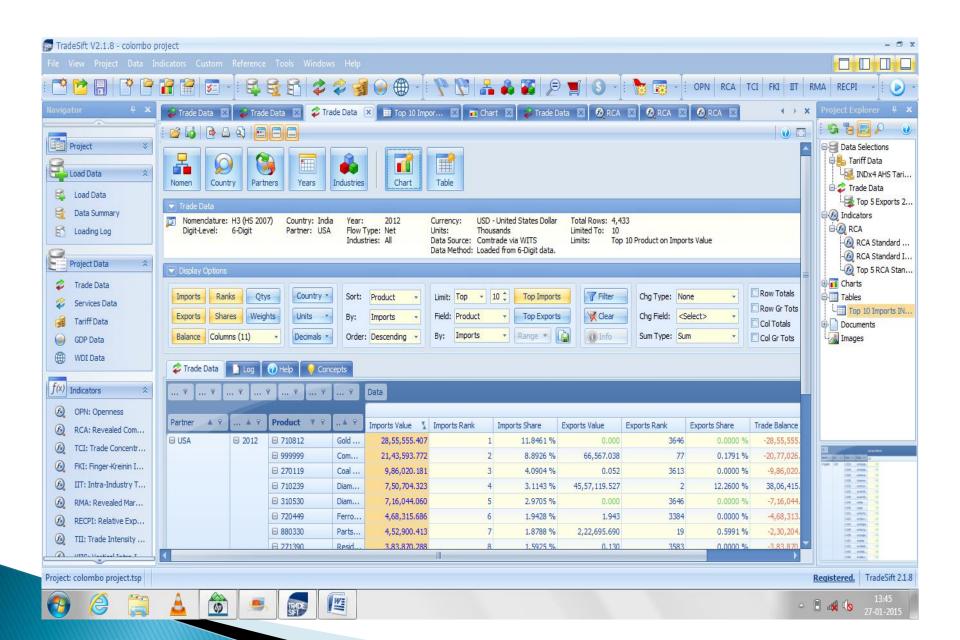
- Tradesift does not come with any pre-loaded data.
- We have to feed data from various sources like COMTRADE, WITS, Eurostat, BACI, UNSTAT and Global Trade Atlas etc. we can also load our own national data.
- We can load data at all levels of disaggregation including 8 and 10-digit data.
- We can load our own dataset, the file format should be TXT,CSV, XLS.
- Standard nomenclature classification like HS, SITC, BEC etc are inbuilt in TradeSift.
- Industry grouping like trade in "high-tech", "medium-tech" and "low tech" sectors are already provided in TradeSift.
- We can also create our own product groups and organises the data in different ways.
- It can also analyse annual, quarterly and monthly data.

#### Continues...

- For analysis we can upload data for Trade, Service, Tariff, GDP data and WDI data
- After any calculation we can produce the result in tables and charts.
- chart option gives you a large number of choice of charts.
- It includes an integrated report writer. Where we can write a full report without ever leaving the program.
- Produced charts or tables can simply be dropped on to report page.
- The reports can be saved in all common document formats.

#### **Trade Data Calculation**

- Create a project.
- Load data.
- Select Trade Data → nomenclature → flow type (net or gross) → country → partners → years → industries (all industries, selected industries and selected product groups) → calculate.
- 1<sup>st</sup> col. of result is partner, then year, products then export and import values, shares, rank and their trade balance. If you don't wants all the col.s u can hide the col. also
- There is a option called "Top Exports/ Top Imports" these will give u top export/import items of a country (u can select any number 10.20,50 like that)
- From result u can draw charts and tables also



#### **Indicators**

- Trade Openness
- Revealed comparative advantage (RCA)

-Standard RCA

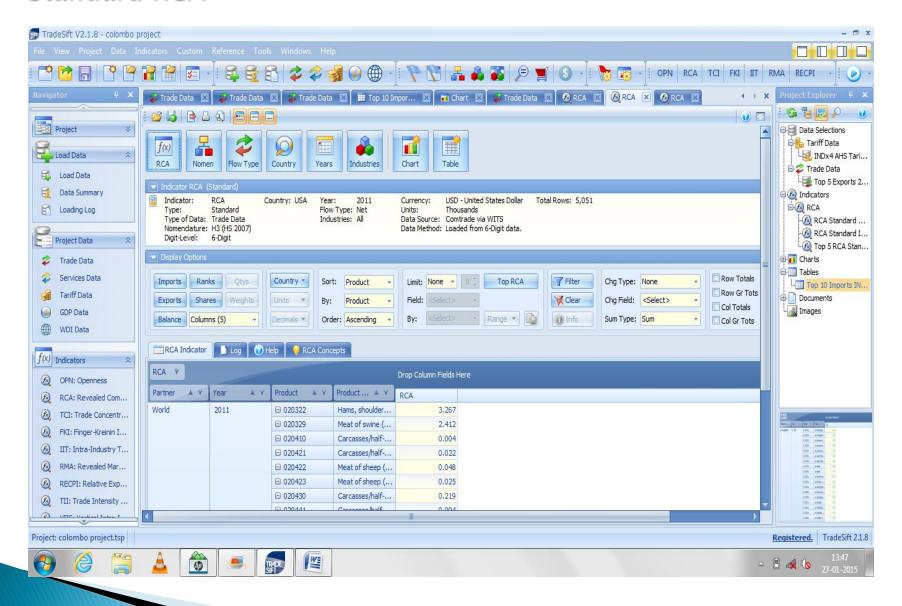
-Bilateral RCA

- Revealed Market Access (RMA)
- Intra-Industry Trade (IIT)
- Finger-Kreinin Index (FKI)
- Trade Intensity Index (TII)
- Trade Concentration Index (TCI)
- Revealed Export Competitive Pressure Index (RECPI)
- Vertical Intra-Industry Specialisation (VIIS)

#### **RCA Calculation**

- Three types of RCA can be calculated
- Standard RCA( we , Bilateral RCA1 (Relative to another country) and Bilateral RCA2 (in a particular market)
- 'Normalised' option- it gives RCA within range -1 to +1.
- Load data
- Select RCA indicator→ nomenclature → flow type (net or gross) → country
   → partners → years → industries (all industries, selected industries and selected product groups) → calculate.
- Result gives in year wise by product format.

#### Standard RCA



#### **Tariff Calculation**

- Tariffs, tariff peaks etc are calculated by partner country and by product
- Select Tariff Data→ nomenclature → flow type (net or gross) → country
   → partners → years → duty type → industries (all industries, selected industries and selected product groups) → calculate.
- Same procedure for tariff also. Here u have to select type of tariff (like MFN, AHS-effective applied tariff, preferential tariff, bound tariff etc. are all inbuid in it)
- TradeSift did dealt with NTB data

# Impact of Bangladesh and Sri Lanka FTA on Pakistan and India FTA with Sri Lanka

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#### Introduction

Analysis of a proposed FTA between Bangladesh and Sri Lanka and its impact on

- Pak- Sri Lanka FTA operational since June, 2005
- India- Sri Lanka FTA operational since March, 2000

### Methodology

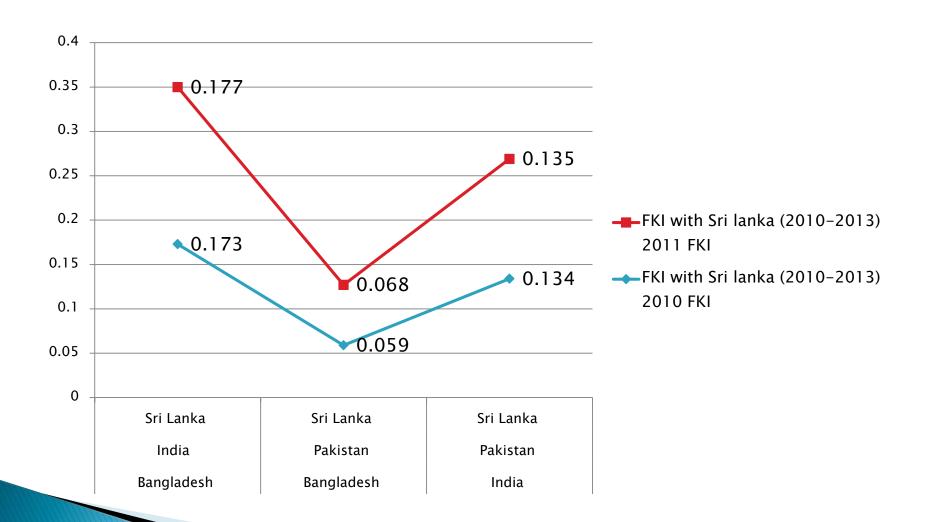
- FKI for comparing the similarity between the export basket of Pakistan,

  India and Bangladesh to Sri Lanka
- RCA for analyzing the comparative advantage existing between top common exports of Pakistan, India and Bangladesh to Sri Lanka.

# **FKI Analysis**

FKI with Srilanka (2010-2011)											
Reporter1	Reporter2	Partner	2010FKI		2011FKI						
Bangladesh	India	Srilanka		0.173		0.177					
Bangladesh	Pakistan	Srilanka		0.059		0.068					
India	Pakistan	srilanka		0.134		0.135					

# **FKI** with Sri Lanka (2010-2011)



### **RCA**

#### RCA with Sri Lanka 2009-2011

Product	Product Name	Bangl adesh 2009 RCA	Bangl adesh 2010 RCA	Bangl adesh 2011 RCA	India 2009 RCA	India 2010 RCA	India 2011 RCA	Pakist an 2009 RCA	Pakist an 2010 RCA	Pakist an 2011 RCA
070190	Potatoes otherthan seed potatoes, fresh/chilled	-1.000	0.437	0.939	-0.248	0.110	0.122	0.919	0.924	0.898
090420	Fruits of the genera Capsicum/Pi menta, dried/crush	-1.000	-1.000	-0.451	0.625	0.569	0.570	-0.412	-0.996	-1.000
300490	Medicament s (excluding goods of heading 30.02/30.0	0.788	0.802	0.791	0.457	0.299	0.326	0.215	0.336	0.360
520100	Cotton, not carded/com bed	-1.000	-1.000	-1.000	-0.499	-0.965	-1.000	-1.000	-1.000	-1.000
520939	Woven fabrics of cotton (excl. of 5209.31 & 5209.3	-1.000	-1.000	-1.000	-0.745	-0.621	0.085	0.795	0.846	0.742
600622	Knitted/croc heted fabrics, n.e.s. in Ch.60, of cot	-0.881	-1.000	-1.000	0.071	-0.036	-0.092	0.703	0.680	0.618

(Source: TradeSift calculations using data from Comtrade via WITS 6-Digit)

# RCA Analysis in selected Tariff Lines (2009-11)

- 070190 : Potatoes Fresh/Chilled (Other than seed potatoes)
  - Pakistan has a consistent RCA;
- 890420: Fruits of the Genera, Capsicum, Pimenta, Dried and Crush...
  - India has a significant RCA;
- 300490:Medicaments
  - Bangladesh has a significant RCA;
- 520100:Cotton not carded/combed
  - India has a significant RCA;
- 520939: Woven Fabrics
  - Pakistan has a significant RCA;
- 600622: Knitted/crocheted fabrics
  - Pakistan has a significant RCA;

# **Findings**

- Graphical representation of FKI shows that there is a very little similarity among exports to Sri Lanka by India, Pakistan and Bangladesh. But the FKI also reveals that the similarity has been increasing gradually over time.
- In the selected tariff lines, India and Pakistan are competing with the exception of medicaments in which Bangladesh has a significant comparative advantage
- Since there is a little similarity in the export basket of India, Pakistan and Bangladesh, proposed FTA between Sri Lanka and Bangladesh may not affect the trade in goods.

#### **Future Work**

- Bangladesh Exports to World
- FKI
- Existing Tariff Structure of Sri Lanka
- Possible Implications of Sri Lanka Bangladesh FTA on Pakistan and India's respective FTAs with Sri Lanka

# Thank You