### **The Gender Dimension of Trade**

### Case studies from Africa: Lesotho, Gambia, Rwanda, Angola and Cape Verde

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### Lesotho

- Significant structural transformation of economy: shift from agriculture to manufacturing
- Strong expansion in textiles& clothing due to preferential trade opportunities created by U.S. African Growth and Opportunity Act (AGOA).
- Generated income and full-time permanent employment for relatively unskilled women
  - Highly "feminized" workforce: 70-98% female workers
  - Workplace clinics for free HIV treatment
- But women segmented into unskilled laborintensive activities with poor opportunities for skill development and subsistence wages
- Vulnerability to shifts in trade policy



### Gambia



**Economy driven by services (tourism)** but fisheries can become a critical point of poverty alleviation and food security

#### Fisheries sector is segmented or dualistic:

 Women mostly sell fresh and cured fish and are small-scale traders (labour-intensive, low profit); engage in export (diaspora). Men export dealers of frozen and smoked fish (capital- intensive, higher profit)

#### Women lack access to productive resources:

- Including community managed facilities such as fish landing sites, smoking and processing units, markets, credit and support services
- Receive "diminished assets" while sectors that receive investment defeminize
- The development of the sector and increased export orientation may benefit women if they get access to upgraded facilities, credit and support services

## Angola

- Globalization has reinforced economy's primarily extractive character (oil and diamonds) and limited the development of manufacturing and other tradable sectors
- Urban informal sector (e.g., women selling food, drinks and imported goods) is large due to lack of employment opportunities

#### • Women in agriculture

- Women in staple food production, small livestock and local marketing. Men predominate in commercial production and cattle raising
- Trade liberalization has limited impact on women cultivators as they are subsistence oriented and insulated from trade flows. Import penetration also low due to high transport costs
- But as infrastructure is developed cheap food imports may have a significant impact on producers. Diversification and commercialization may marginalize, exclude or displace women



### Rwanda



- Agriculture, which employs 80% of the labour force and 8 out of 10 women, exports less than 6% of its production. Women are mainly employed in subsistence agriculture  $\rightarrow$  relatively insulated from trade
- Services: driving force behind the country's recent economic success. Occupy almost 17% of the female workforce. The sector is mainly non-tradable Yet, in the tradable segment - tourism and informal cross-border trade - the bias is in favour of women
- Central challenge is how to handle the gender implications of an intensification and increased market-orientation of agriculture:
- traditional cash crops (tea and coffee) are re-orienting towards premium quality and specialty buyers;
- the subsistence-oriented staple food segment is moving towards a more commercially oriented one

 $\rightarrow$  these developments can create significant opportunities for women, but can also magnify existing gender disparities

### **Cape Verde**

- Service-based economy. Heavily dependent on imports. Export sector small and limited to primary and low-technology-intensive goods
- EU main trade partner (receives 97 % of total exports and supplies 77% of total imports). EPA negotiations →



(i) Positive impact of lower food prices on female-headed and rural households
(ii) Elimination of customs duties on most EU imports could lead to a significant decrease in government revenue → effect on public services
(iii) Possible loss of competitiveness for import-competing sectors → effect on women's employment

- Relevance of remittances (8.5% of GDP in 2008). Particularly important for female-headed and rural households
- Tourism expansion can significantly contribute to improving women's economic conditions

### **Common aspects with respect to gender**

- Gender equality enshrined in key national laws; international commitments on gender equality
- Ministries/public bodies put in place to promote gender equality and enhance women's conditions
- Notable improvements in literacy & education, and political participation
- Yet, inequalities persist in terms of income; employment; wages; access to productive resources, services, education and training for higher skilled jobs → notable achievements in respect of gender equality have not proportionally translated in equal economic opportunities for men and women

- Women mainly found in low value, subsistence or labor intensive activities in agriculture, fisheries and manufacturing
- Gender specificities by and large ignored in macroeconomic policies and trade policy formulation & implementation – « Gender neutral policies »
- Heavy burden of care work especially in light of poor infrastructure and inadequate healthcare systems
- Widespread gender-based violence
- Double legal system civil law customary law (especially relevant as far as land ownership and inheritance are at stake)

### A call for coherence

### The challenge:

- dynamize sectors where women operate
- create opportunities for women in expanding sectors

#### Make trade policy more « gender aware »:

 Recognize that trade policy has discrete impacts on women in all economic roles they play – producers, consumers, tax payers, users of public services.

#### Free women's time:

Increase spending on health, sanitation, electrification, transport and other services.

#### Upgrade women skills:

Increase education and on-the-job training for women.

#### Improve access to productive resources and suitable technologies:

- Increase women opportunities by facilitating access to credit, land, inputs, technology, infrastructure, information and other resources
- Engender extension and advisory services

#### Favour gender-sensitive models of supply chains:

- Establish linkages with downstream actors in the chain (out-grower schemes, supermarket supply chains)
- Promote women's agrarian organizations

#### Develop product differentiation strategies and explore niche markets:

- Set up certification schemes for goods and services to attest origin and quality

#### Create gender-sensitive business incentives:

- Attract investment to sectors which directly benefit women
- Set up special tax rates, exemption, rebates, deductions, deferrals
- Establish publicly-backed microfinance schemes and innovative financing models

#### Overcome supply-side obstacles:

- Mobilize internal resources and pool and align external funds

#### Expand tourism:

- Improve transport infrastructure
- Link tourism with other economic sectors and promote community-based tourism schemes
- Enhance women's participation in tourism education (scholarships, targeted training programmes, internship opportunities)

# Thank you for your attention

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