Rationale...

• The Constitution... *environmental protection for present and future generations as a fundamental duty of all citizens*

• GoV considers “green growth” as a key priority. Aims to “Enhance economic growth and development...while avoiding biodiversity loss, unsustainable use of natural resources, ... and preventing environmental degradation...”

• National Environment Policy objectives include green growth and clean development

• Priorities and Action Agenda for 2006 – 2015 include “Private Sector Development and Employment Creation”
Trade and Economy...

Value of Vanuatu Exports in 2012

- Services: $315 mn
- Goods: $55 mn
- Agricultural products: $45 mn
- Mfg & other: $9 mn

Destination of Vanuatu Exports in 2012

- Malaysia: 20.4%
- Philippines: 18%
- Fiji: 8.1%
- Australia: 11.3%
- New Zealand: 11.4%
- Other: 30%
Trade and Economy...

**GDP per capita (current US$)**

- **Import Tariffs**
  - All goods
  - Agricultural
  - Non-agricultural
  - Bound
  - Applied
Competitive exports...

Product Space of Vanuatu (2011)
Competitive exports...

Uses concept of Revealed Comparative Advantage...

\[ RCA = \frac{\frac{X_{Ai}}{\sum_j X_{Aj}}}{\frac{X_{Wi}}{\sum_j X_{Wj}}} \geq 1 \]

Competitive exports...
We will examine...

- Copra/Coconut
- Cocoa
- Sandalwood

...in this workshop