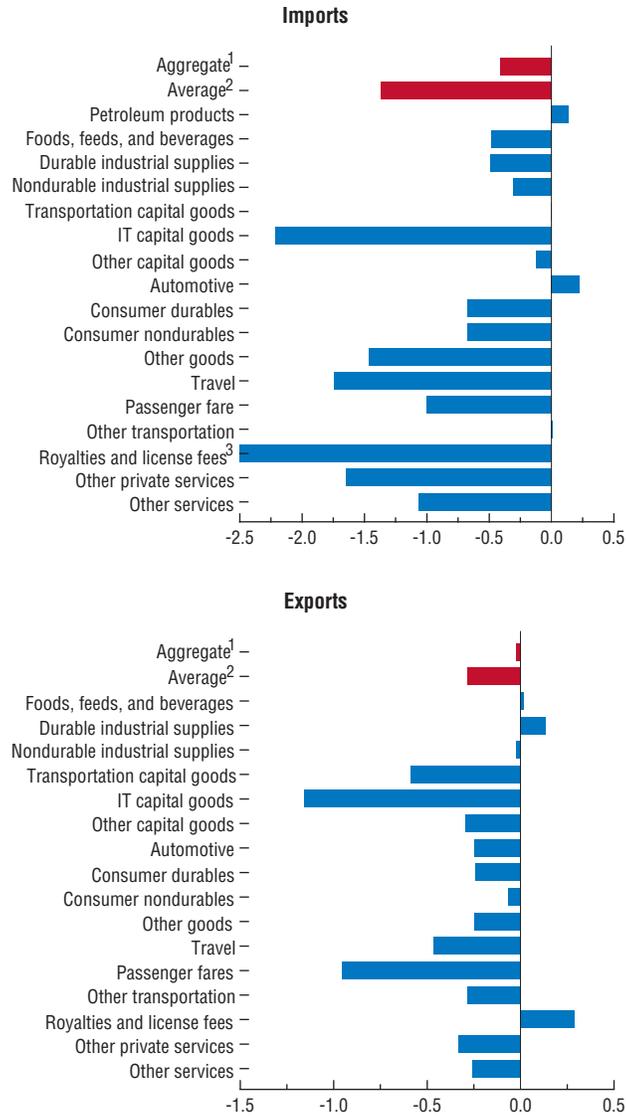


Figure 3.12. Sectoral Price Elasticities of Trade
(Coefficients)

Estimating the standard empirical model on individual sectors yields very different estimates of trade price elasticities. Averages of these elasticities are higher than the aggregate estimates from the standard empirical model.



Sources: U.S. Bureau of Economic Analysis, *Survey of Current Business* (2006); and IMF staff calculations.

¹Estimates from the standard empirical model over the 1973–2000 sample.

²Simple averages of sectoral price elasticities.

³Out of scale.