Mario Larch's Regional Trade Agreements Database

1. What are the main features?

This database includes all multilateral and bilateral regional trade agreements (RTA) as notified to the World Trade Organization for the last 70 years from 1950 to 2019. There are 516 agreements (active and inactive) in the dataset differentiated along seven categories. Additionally there are variables indicating whether countries were founding members, joined later, or left the agreement.

2. What is the source used?

WTO's Regional Trade Agreements Gateway: http://rtais.wto.org/UI/PublicMaintainRTAHome.aspx.

When necessary details were not available in the main source (e.g. joining dates of certain members), we relied on Wikipedia and individual trade agreement websites to retrieve the information.

There are a few cases where the data notified to the WTO do not correspond to the actual existence of a RTA (as, for example, the Southern African Customs Union). This may be due to the case that some agreements or predecessors of agreements may not have been notified to the WTO. In such cases, we follow the information given on the WTO website.

Note that we do not include the Lomé Agreements and the Yaoundé Agreements. These agreements between the EC and groups of developing countries are listed as FTAs in WTO's database. They have a trade and aid aspect and typically include understandings to conclude further agreements. Hence, for this database, they seem to be a bit of outliers. Additionally, the most recent agreement in this tradition, the Cotonou agreement, is not in the WTO database and expired February, 2020. New agreements between EU and AKP are in negotiation.

3. What type of agreements are included?

According to the WTO, the member countries of an RTA can notify one of the following (combinations of) agreement types:

- Customs Union
- Free Trade Agreement
- Partial Scope Agreement
- Economic Integration Agreement
- Customs Union & Economic Integration Agreement
- Free Trade Agreement & Economic Integration Agreement
- Partial Scope & Economic Integration Agreement

There are four distinct (but not mutually exclusive) types of RTAs:

- A Customs Union (CU), as defined in Paragraph 8(a) of Article XXIV of GATT 1994;
- A Free Trade Agreement (FTA), as defined in <u>Paragraph 8(b) of Article XXIV of GATT 1994</u>;

Readme-RTA.pdf

- A "Partial Scope" Agreement (PS); "Partial Scope" which is not defined or referred to in the WTO Agreement, means that the agreement covers only certain products. Partial scope agreements are notified under paragraph 4(a) of the Enabling Clause.
- An Economic Integration Agreement (EIA), as defined in Article V of GATS; or _

There are also agreements that are goods and services agreements at the same time. Therefore, in the database, these RTA types are captured by the following RTA-type dummy variables:

- cu = Customs Union
- fta = Free Trade Agreement
- psa = Partial Scope Agreement
- eia = Economic Integration Agreement
- cueia = Customs Union & Economic Integration Agreement
- ftaeia = Free Trade & Economic Integration Agreement
- psaeia = Partial Scope & Economic Integration Agreement

From the 516 agreements, 26 CUs, 287 are FTAs, 31 PSAs, 3 EIAs, 5 CU&EIAs, 163 FTA&EIAs, and 1 PSA&EIA.

In addition, there is the following RTA-type dummy variable that captures the combination of all RTA types:

• rta = Regional Trade Agreement, equal to 1 if any of the other RTA-type dummies is 1, otherwise 0.

For more information and definitions, see the WTO website: http://rtais.wto.org/UserGuide/RTAIS_USER_GUIDE_EN.html

4. Are inactive agreements also included?

Yes, if they are listed by the WTO.

5. What is covered?

Time period: 1950 - 2019

Country coverage: the underlying design dataset spans the bilateral relationship between 280 countries (some no longer existent, still spanned over the full time horizon; when matching the data to any dataset those observations will be unused). Hence, there are 280*280*(2019-1950+1) = 5,488,000 observations, including many country-pairs where there are no agreements in place for specific years.

6. When was the database last updated?

May 20th, 2020: concerning RTAs.

May 20th, 2020: corrections.

7. What are the available version of the database?

There are two versions in two file formats available:

- the essential database as Stata-dta-file (rta_20200520.dta) and as comma-separated file (rta_20200520.csv).
- the complete database as Stata-dta-file (rta_individual_agreements_20200520.dta) and as comma-separated file (rta_20200520.csv).

The essential database "rta_20200520" includes all RTA-type dummies for "rta", "cu", "fta", "eia", "ps", "ftaeia", "cueia", and "psaeia". The summary statistic looks as follows:

Variable	Obs	Mean	Std. Dev.	Min	Max
exporter	0				
importer	0				
year	5,488,000	1984.5	20.2052	1950	2019
rta	5,488,000	.0441862	.2055087	0	1
cu	5,488,000	.0066268	.0811351	0	1
fta	5,488,000	.0171035	.1296571	0	1
psa	5,488,000	.0137387	.1164043	0	1
eia	5,488,000	.0033014	.0573628	0	1
cueia	5,488,000	.0038109	.0616144	0	1
ftaeia	5,488,000	.0054512	.0736305	0	1
psaeia	5,488,000	.0000383	.0061858	0	1

. describe

Contains data from C:\projects\data\create_rta\output\rta_20200520.dta
obs: 5,488,000 Mario Larch's Regional Trade Agreements Database
vars: 11 20 May 2020 20:36

type	format	label	variable label
str3	%9s		
str3	%9s		
int	%9.0g		
byte	%9.0g		* Dummy variable equal to 1 for RTA. Please type 'notes' for details.
byte	%9.0g		* Dummy variable equal to 1 for CU. Please type 'notes' for details.
byte	%9.0g		* Dummy variable equal to 1 for FTA. Please type 'notes' for details.
byte	%9.0g		* Dummy variable equal to 1 for PSA. Please type 'notes' for details.
byte	%9.0g		* Dummy variable equal to 1 for EIA. Please type 'notes' for details.
byte	%9.0g		* Dummy variable equal to 1 for CU&EIA. Please type 'notes' for details
byte	%9.0g		* Dummy variable equal to 1 for FTA&EIA. Please type 'notes' for details.
byte	%9.0g		* Dummy variable equal to 1 for PSA&EIA. Please type 'notes' for details.
	str3 int byte byte byte byte byte byte byte byt	str3 %9s int %9.0g byte %9.0g byte %9.0g byte %9.0g byte %9.0g byte %9.0g byte %9.0g byte %9.0g	str3 %9s int %9.0g byte %9.0g

Sorted by: exporter importer year

```
rta:
1. "Dummy variable equal to 1 if any one of CU, FTA, EIA, PSA, FTAEIA, CUEIA, or PSEIA is in place, and 0 otherwise."

cu:
1. "Dummy variable equal to 1 if a Customs Union (CU) as defined in Paragraph 8(a) of Article XXIV of GATT 1994 is in place, and 0 otherwise."

fta:
1. "Dummy variable equal to 1 if a Free Trade Agreement (FTA) as defined in Paragraph 8(b) of Article XXIV of GATT 1994 is in place, and 0 otherwise."

psa:
1. "Dummy variable equal to 1 if a Partial Scope Agreement (PSA) is in place, and 0 otherwise. Partial Scope Agreements are notified under paragraph 4(a) of the Enabling Clause."

eia:
1. "Dummy variable equal to 1 if a Economic Integration Agreement (EIA), as defined in Article V of GATS is in place, and 0 otherwise."

cueia:
1. "Dummy variable equal to 1 if agreement is CU&EIA, and zero otherwise."

ftaeia:
1. "Dummy variable equal to 1 if agreement is FTA&EIA, and zero otherwise."

psaeia:
1. "Dummy variable equal to 1 if agreement is PSA&EIA, and zero otherwise."
```

The complete database "rta_individual_agreements_20200520" includes three dummies for each of the 516 individual agreements, in addition to the RTA-type dummy variables included in the essential database:

- The first dummy is the overall agreement dummy, named after the agreement, or the 6-letter combination of the 3-letter iso3-country-codes of both of the member countries. It is equal to 1 from the year when the agreement entered into force until the end of the agreement, otherwise 0.
- The second dummy is the first one augmented with the suffix "_n" which is only equal to 1 in the year when the agreement was concluded, otherwise 0.
- The third dummy is the first one augmented with the suffix "_j" which is equal to 1 in all subsequent years but not the founding year, otherwise 0.

The second and third additional dummy variables allow distinguishing between the effects from forming and founding RTAs. The sum of the second and third dummy is the overall agreement dummy.

8. How do I read the agreement abbreviations?

For bilateral (and sometimes trilateral) agreements the name of the agreement dummy is simply the combination of the iso3-country-codes of the member countries or the agreement name itself. For bigger agreements the following list of shortcuts were used:

AA	Agadir Agreement
AFCM	African Common Market
AFTA	ASEAN Free Trade Area
APTA	Asia Pacific Trade Agreement
ARCM	Arab Common Market
ARUSHA	Arusha Agreement
BAFTA	Baltic Free Trade Area
CACM	Central American Common Market
CAFTA	Central American Free Trade Area

CAFTADR	Dominican Republic - Central America - United States Free Trade Agreement			
CAN	Andean Community			
CARICOM	Caribbean Community			
CARIFORUM	Caribbean Forum of African, Caribbean and Pacific States			
CARIFTA	Caribbean Free Trade Association			
CEFTA	Central European Free Trade Agreement			
CEMAC	Economic and Monetary Community of Central Africa			
CENTR	EU - Central America			
CER	Australia New Zealand Closer Economic Agreement			
CEZ	Common Economic Zone between Russia, Belarus and Kazakhstan			
COMESA	Common Market for Eastern and Southern Africa			
CIS1	Commonwealth of Independent States Free Trade Agreement			
CIS2	Treaty on a Free Trade Area between members of the Commonwealth of Independent States			
СРТРР	Comprehensive and Progressive Agreement for Trans-Pacific Partnership			
CUSFTA	Canada – USA Agreement			
DOMCENTR	DOM - Central America			
DOMTRI	Colombia - Northern Triangle			
EAC	East African Community			
EACCUEIA	East African Community CU&EIA since 2010			
EAEC	Eurasian Economic Community			
EAEU	Eurasian Economic Union			
ECO	Economic Cooperation Organization			
ECOWAS	Economic Community of West African States			
EEA	European Economic Area			
EFTA	European Free Trade Association			
EQCMR	Equatorial Customs Union - Cameroon Association			
EU	European Union			
EUCARIFORUM	EUCARIFORUM States EPA			
EUESAG	EU - Eastern and Southern Africa States Interim EPA			
GCC	Gulf Cooperation Council			
GHABFA	Ghana-Upper Volta Agreement			
GSTP	Global System of Trade Preferences among Developing Countries			
GUAM	Organization for Democracy and Economic Development-GUAM			
LAFTA	Latin American Free Trade Agreement			
LAIA	Latin American Integration Association			
MERCOSUR	Mercado Común del Sur - Common market of the south			
MSG	Melanesian Spearhead Group			
MEXCENTR	MEX - Central America			
NAFTA	North American Free Trade Agreement			
OCT	Overseas Countries and Territories			
PA	Pacific Alliance			
PAFTA	Pan-Arab Free Trade Area			
PATCRA	Australia - Papua New Guinea			
PICTA	Pacific Island Countries Trade Agreement			
PTN	Protocol on Trade Negotiations			

SACU	Southern African Customs Union			
SADC	Southern African Development Community			
SAFTA	South Asian Free Trade Agreement			
SAPTA	South Asian Preferential Trade Arrangement			
SPARTECA	South Pacific Regional Trade and Economic Cooperation Agreement			
TPSEP	Trans-Pacific Strategic Economic Partnership			
TRIPARTITE	Tripartite Agreement			
WAEMU	West African Economic and Monetary Union			

9. Which countries/ country-codes are included?

As noted for question 5, we use 280 countries in our database. The list can be found below.

Number	3-digit Code	Country name
1	ABW	Aruba
2	AFG	Afghanistan
3	AFI	French Afar and Issas
4	AGO	Angola
5	AIA	Anguilla
6	ALA	Aland Islands
7	ALB	Albania
8	AND	Andorra
9	ANT	Netherlands Antilles
10	ARE	United Arab Emirates
11	ARG	Argentina
12	ARM	Armenia
13	ASM	American Samoa
14	ATA	Antarctica
15	ATB	British Antarctic Territory
16	ATF	French Southern Territories
17	ATG	Antigua and Barbuda
18	ATN	Dronning Maud Land
19	AUS	Australia
20	AUT	Austria
21	AZE	Azerbaijan
22	BDI	Burundi
23	BEL	Belgium
24	BEN	Benin
25	BES	Bonaire, Sint Eustatius, Saba
26	BFA	Burkina Faso
27	BGD	Bangladesh
28	BGR	Bulgaria
29	BHR	Bahrain
30	BHS	Bahamas
31	BIH	Bosnia and Herzegovina
32	BLM	Saint-Barthélemy
33	BLR	Belarus

24	BLZ	Belize
	BMU	Bermuda
		Bolivia
	BOL BRA	Brazil
_	BRB	Barbados
	BRN	Brunei Darussalam
	BTN	Bhutan
	BUR	Burma
	BVT	Bouvet Island
	BWA	Botswana
	BYS	Byelorussian SSR Soviet Socialist Republic
	CAF	Central African Republic
	CAN	Canada
	CCK	Cocos (Keeling) Islands
	CHE	Switzerland
	CHL	Chile
	CHN	China
	CIV	Côte d'Ivoire
	CMR	Cameroon
	COD	Congo, Democratic Republic of the
	COG	Congo (Brazzaville)
	COK	Cook Islands
	COL	Colombia
	COM	Comoros
	CPV	Cape Verde
59	CRI	Costa Rica
60	CSK	Czechoslovakia
61	CTE	Canton and Enderbury Islands
62	CUB	Cuba
63	CUW	Curacao
64	CXR	Christmas Island
65	CYM	Cayman Islands
66	CYP	Cyprus
67	CZE	Czech Republic
68	DDR	German Democratic Republic
69	DEU	Germany
70	DHY	Dahomey
71	DJI	Djibouti
72	DMA	Dominica
73	DNK	Denmark
74	DOM	Dominican Republic
75	DZA	Algeria
76	ECU	Ecuador
77	EGY	Egypt
78	ERI	Eritrea
79	ESH	Western Sahara
80	ESP	Spain

04	FCT	Fatania
	EST	Estonia
	ETH	Ethiopia
	FIN	Finland
84		Fiji
	FLK	Falkland Islands (Malvinas)
	FRA	France
	FRO	Faroe Islands
	FSM	Micronesia, Federated States of
	FXX	France, Metropolitan
	GAB	Gabon
91		United Kingdom
92		Gilbert and Ellice Islands
93		Georgia
	GGY	Guernsey
95		Ghana
96	GIB	Gibraltar
97	GIN	Guinea
98	GLP	Guadeloupe
99	GMB	The Gambia
100	GNB	Guinea-Bissau
101	GNQ	Equatorial Guinea
102	GRC	Greece
103	GRD	Grenada
104	GRL	Greenland
105	GTM	Guatemala
106	GUF	French Guiana
107	GUM	Guam
108	GUY	Guyana
109	HKG	Hong Kong, Special Administrative Region of China
110	HMD	Heard Island and Mcdonald Islands
111	HND	Honduras
112	HRV	Croatia
113	HTI	Haiti
114	HUN	Hungary
115	HVO	Upper Volta
116	IDN	Indonesia
117	IMN	Isle of Man
118	IND	India
119	IOT	British Indian Ocean Territory
120	IRL	Ireland
121	IRN	Iran, Islamic Republic of
122	IRQ	Iraq
123	ISL	Iceland
124	ISR	Israel
125	ITA	Italy
126	JAM	Jamaica
127	JEY	Jersey

128	IOR	Jordan
129		Japan
130		Johnston Island
131		Kazakhstan
132		Kenya
	KGZ	•
	KHM	Kyrgyzstan Cambodia
135		Kiribati
	KNA	Saint Kitts and Nevis
	KOR	
		Korea, Republic of Kuwait
	KWT	Lao PDR
	LAO	
140		Lebanon Liberia
141		
142		Libya
143		Saint Lucia
144		Liechtenstein
145		Sri Lanka
146		Lesotho
147		Lithuania
148		Luxembourg
149		Latvia
	MAC	Macao, Special Administrative Region of China
	MAF	Saint-Martin (French part)
	MAR	Morocco
	MCO	Monaco
	MDA	Moldova
	MDG	Madagascar
156	MDV	Maldives
157		Mexico
158		Marshall Islands
159	MID	Midway Islands
160		Macedonia, Republic of
161	MLI	Mali
162	MLT	Malta
163	MMR	Myanmar
164	MNE	Montenegro
165	MNG	Mongolia
166	MNP	Northern Mariana Islands
167	MOZ	Mozambique
168	MRT	Mauritania
169	MSR	Montserrat
170	MTQ	Martinique
171	MUS	Mauritius
172	MWI	Malawi
173	MYS	Malaysia
174	MYT	Mayotte

175	NAM	Namibia
176		New Caledonia
	NER	Niger
	NFK	Norfolk Island
	NGA	Nigeria
	NHB	New Hebrides
181		Nicaragua
182		Niue
	NLD	Netherlands
	NOR	Norway
	NPL	Nepal
186	NRU	Nauru
187	NTZ	Neutral Zone
188	NZL	New Zealand
189	OMN	Oman
190	PAK	Pakistan
191	PAN	Panama
192	PCI	Pacific Islands, Trust Territory of the
193	PCN	Pitcairn
194	PCZ	Panama Canal Zone
195	PER	Peru
196	PHL	Philippines
197	PLW	Palau
198	PNG	Papua New Guinea
199	POL	Poland
200		Puerto Rico
201		Korea, Democratic People's Republic of
202		Portugal
203		Paraguay
204		Palestinian Territory, Occupied
	PUS	U.S. Miscellaneous Pacific Islands
206		French Polynesia
	QAT	Qatar
	REU	Réunion Southern Rhodesia
210	RHO	Romania, Socialist Republic of
	ROM ROU	Romania
	RUS	Russian Federation
	RWA	Rwanda
	SAU	Saudi Arabia
215		Serbia, Montenegro
	SDN	Sudan
217		Senegal
218		Singapore
219		South Georgia and the South Sandwich Islands
220		Saint Helena
221		Svalbard and Jan Mayen Islands

222	SKM	Sikkim
223		Solomon Islands
224		Sierra Leone
225		El Salvador
226	SMR	San Marino
	SOM	Somalia
228	SPM	Saint Pierre and Miguelon
229	SRB	Serbia
230	SSD	South Sudan
231	STP	Sao Tome and Principe
232	SUN	USSR
233	SUR	Suriname
234	SVK	Slovakia
235	SVN	Slovenia
236	SWE	Sweden
237	SWZ	Swaziland
238	SXM	Sint Maarten (Dutch part)
239	SYC	Seychelles
240	SYR	Syrian Arab Republic (Syria)
241	TCA	Turks and Caicos Islands
242	TCD	Chad
243	TGO	Togo
244	THA	Thailand
245	TJK	Tajikistan
246	TKL	Tokelau
247	TKM	Turkmenistan
248	TLS	Timor-Leste
249	TMP	Portuguese Timor
250	TON	Tonga
251		Trinidad and Tobago
252	TUN	Tunisia
253		Turkey
	TUV	Tuvalu
255	TWN	Taiwan, Republic of China
256	TZA	Tanzania, United Republic of
257		Uganda
	UKR	Ukraine
259 260	UMI URY	United States Minor Outlying Islands
261		Uruguay United States of America
	UZB	Uzbekistan
263		Holy See (Vatican City State)
	VAT	Saint Vincent and Grenadines
	VDR	Viet-Nam, Democratic Republic of
		Venezuela, Bolivarian Republic of
267		British Virgin Islands
268		Virgin Islands, US
208	VIL	viigiii isialius, us

269	VNM	Vietnam
270	VUT	Vanuatu
271	WAK	Wake Island
272	WLF	Wallis and Futuna Islands
273	WSM	Samoa
274	YDM	Yemen, Democratic
275	YEM	Yemen
276	YUG	Yugoslavia, Socialist Federal Republic of
277	ZAF	South Africa
278	ZAR	Zaire
279	ZMB	Zambia
280	ZWE	Zimbabwe

10. Are there still mistakes in the file?

The underlying do-files have passed several rounds of debugging. However, in case you find contentor typo-related errors, we would be very thankful if you let us know.

11. How can you cite the database?

In case you use our data, we would kindly like to ask you to refer to the data as:

"Mario Larch's Regional Trade Agreements Database from Egger and Larch (2008)" where Egger and Larch (2008) refers to the following paper:

Egger, Peter H. and Mario Larch (2008), Interdependent Preferential Trade Agreement Memberships: An Empirical Analysis, **Journal of International Economics** 76(2), pp. 384-399.

12. Selected Papers using this database

- 1. Egger, Peter and Mario Larch (2011), An Assessment of the Europe Agreements' Effects on Bilateral Trade, GDP, and Welfare, **European Economic Review** 55(2), pp. 263–279.
- 2. Egger, Peter H., Mario Larch, Kevin Staub, and Rainer Winkelmann (2011), The Trade Effects of Endogenous Preferential Trade Agreements, **American Economic Journal: Economic Policy** 3(3), pp. 113–143.
- 3. Felbermayr, Gabriel, Benedikt Heid, Mario Larch, and Erdal Yalcin (2015), Macroeconomic Potentials of Transatlantic Free Trade: A High Resolution Perspective for Europe and the World, **Economic Policy** 83(3), pp. 491–537.
- 4. Bergstrand, Jeffrey H., Peter H. Egger, and Mario Larch (2016), Economic Determinants of the Timing of Preferential Trade Agreement Formations and Enlargements, **Economic Inquiry** 54(1), pp. 315–341.
- 5. Heid, Benedikt and Mario Larch (2016), International Trade and Unemployment: A Quantitative Framework, **Journal of International Economics** 101, pp. 70–85.
- 6. Yotov, Yoto V., Roberta Piermartini, José-Antonio Monteiro, and Mario Larch (2016), An Advanced Guide to Trade Policy Analysis: The Structural Gravity Model, World Trade Organization Geneva.

- 7. Larch, Mario, Joschka Wanner, and Yoto V. Yotov (2018), Bi- and Unilateral Trade Effects of Joining the Euro, **Economics Letters** 171, pp. 230–234.
- 8. Jackson, Karen and Oleksandr Shepotylo (2018), Post-Brexit Trade Survival: Looking Beyond the European Union, **Economic Modelling** 73, pp. 317–328.
- 9. Sellner, Richard (2019), Non-discriminatory Trade Policies in Panel Structural Gravity Models: Evidence from Monte Carlo Simulations, **Review of International Economics** 27(3), pp. 854–887.
- 10. Sharafeyeva, Alfinura and Ben Shepherd (2020), What Does "Doing Business" Really Measure? Evidence from Trade Times, **Economics Letters** 192, article 109215.
- 11. Anderson, James E., Mario Larch, and Yoto V. Yotov (2020), Trade and Growth: A Structural Gravity Approach, **The Economic Journal**, forthcoming.
- 12. Greaney, Theresa M. and Kozo Kiyota (2020), The Gravity Model and Trade in Intermediate Inputs, **The World Economy**, forthcoming.
- 13. Heid, Benedikt, Mario Larch, and Yoto V. Yotov (2020), Estimating the Effects of Nondiscriminatory Trade Policies within Structural Gravity Models, Canadian Journal of Economics, forthcoming.
- 14. Larch, Mario, Aiko Schmeißer, and Joschka Wanner (2020), Trade Creation Effects of the EUTurkey Customs Union Revisited, **Journal of Common Market Studies**, forthcoming.
- 15. Oberhofer, Harald and Michael Pfaffermayr (2020), Estimating the Trade and Welfare Effects of Brexit: A Panel Data Structural Gravity Model, **Canadian Journal of Economics**, forthcoming.