
[Descargar](#)

Keep in mind

In the journal Essays on Economic Policy (ESPE) - we disclose the results and policy proposals that arise from academic research carried out at the *Banco de la República*. When you read us, always keep in mind that the content of our articles, as well as the analyzes and conclusions derived from them, are the sole responsibility of their authors. The material disclosed in our ESPE magazine does not compromise or represent the opinion of *Banco de la República* or that of its Board of Directors.

AUTHORS AND/OR EDITORS

[Iregui-Bohórquez, Ana María](#)

Publication Date:
Monday, 31 December 2001

The purpose of this paper is to evaluate whether developed countries export taxes to developing countries, contributing to the deterioration of their terms of trade and welfare. Developing countries have become increasingly integrated into world commerce. Since the beginning of the 1990's most developing countries have undertaken radical changes in their trade regimes. Trade negotiations have mainly concentrated on multilateral tariff reductions and in giving preferential treatment to developing countries, and hence helping them to improve their welfare. However, so far the role of domestic taxation in affecting the distribution of gains from trade has been overlooked. Hence, the purpose of this paper is to investigate whether the distribution of gains from trade is being affected not by existing tariffs

in developed countries, which are already at low levels, but by their domestic taxation.