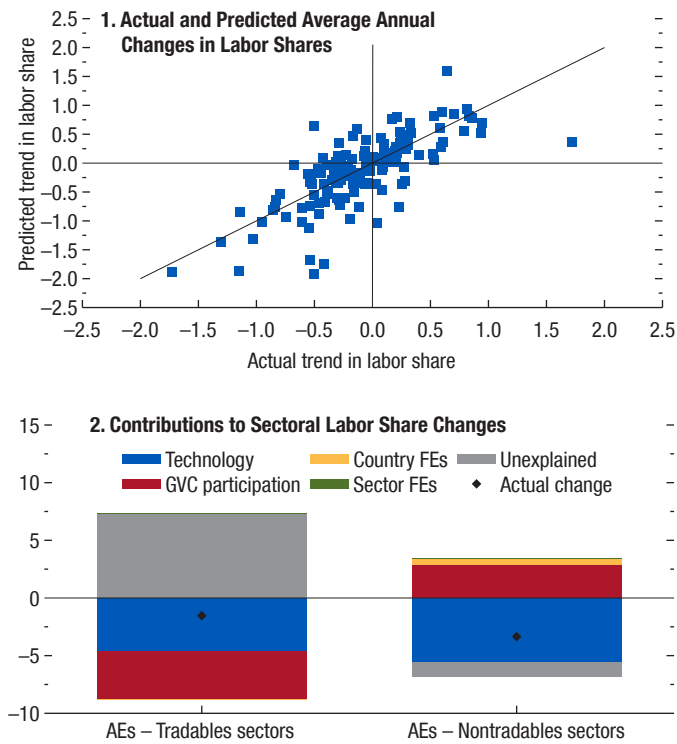


Figure 3.13. Sectoral Results, Advanced Economies

Increasing participation in global value chains is associated with declines in labor shares only in tradables sectors.



Source: IMF staff calculations.

Note: Panel 1 shows actual average annual changes in labor shares for country-sectors with at least 10 years of data, and predictions based on trend on trend regressions of sectoral labor shares on the price of investment, initial routine exposures, their interaction, and GVC participation. Contributions are based on trend regressions for country-sectors with at least 10 years of data and are scaled to show total changes over 25 years. FE = fixed effects; GVC = global value chain.