

Table 8: Macroeconomic effects of WTO tariff cuts: with transfer payments

Indicators	No control on trade balance				No change in trade balance			
	eastern	central	western	national	eastern	central	western	national
Real GDP (%)	0.88	-0.07	0.28	0.55	0.85	-0.07	0.27	0.54
GDP deflator (%)	-1.93	-1.98	-2.72	-2.07	3.22	2.99	2.26	3.01
CPI (%)								
Rural households	-2.67	-2.48	-3.10	-2.69	2.32	2.43	1.82	2.26
Urban households	-2.57	-2.25	-2.75	-2.53	2.44	2.75	2.25	2.48
Government	-0.70	-1.27	-1.28	-0.95	4.59	3.92	3.93	4.31
Regional average	-2.62	-2.39	-2.94	-2.61	2.38	2.56	2.02	2.36
Total utility (%)								
Rural households	0.69	0.22	0.17	0.47	0.38	0.02	0.02	0.21
Urban households	1.84	1.23	1.42	1.64	1.30	0.76	1.11	1.16
Government	0.04	-1.38	-1.89	-0.49	0.95	-1.45	-1.97	0.10
Regional average	1.11	0.40	0.58	0.85	0.91	0.11	0.36	0.62
Equivalent variation (billion yuan)								
Rural households	12.15	2.35	0.82	15.33	6.62	0.21	0.10	6.93
Urban households	38.50	8.33	10.24	57.07	27.11	5.16	8.01	40.28
Government	0.47	-4.86	-4.91	-9.31	10.73	-5.10	-5.10	0.52
Regional sum	51.12	5.82	6.15	63.09	44.45	0.26	3.01	47.72
Savings (nominal, %)								
Rural households	-1.47	-2.01	-2.62	-1.03	3.49	2.89	2.21	4.13
Urban households	-0.16	-0.97	-0.95	-1.60	5.17	4.24	4.29	3.43
Government	-3.43	-2.68	-3.16	-1.33	1.56	2.37	1.87	3.82
Regional average	-1.75	-0.46	-3.39	-1.20	3.18	4.83	1.60	3.93
Nominal exchange rate				0.00				5.35
Change in trade balance (billion yuan)				-41.79				0.00
Terms of trade (%)				-0.46				-0.47