

Volume 28, Issue 3

Research Announcement

Network Effects and the Impact of Trade Liberalization (Corrected Version)

Toru Kikuchi
Kobe University

Chiharu Kobayashi
Doshisha University

Abstract

In this note, we examine how trade liberalization affects the profits of firms in the presence of network effects. We will show that, contrary to conclusions in the previous literature, trade liberalization between identical countries increases firms profits despite intensified competition.

Published as a working paper in Graduate School of Economics Working Paper, Kobe University

Paper is available at URL:

Toru Kikuchi
Kobe University
kikuchi@econ.kobe-u.ac.jp

Citation: Toru Kikuchi and Chiharu Kobayashi, (2007) "Network Effects and the Impact of Trade Liberalization (Corrected Version)", *Economics Bulletin*, Vol. 28 no.3 p.A1.

Submitted: March 29, 2007 **Published:** April 04, 2007.

URL: <http://www.accessecon.com/pubs/EB/2007/Volume28/EB-07AA0003A.pdf>