The Impact of Trade Liberalization on Canadian Labour Market

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Abstract
Evidence suggests that trade liberalization had no influence on earnings and had negative effect on below high-school and high-school graduated (less-skilled) employment and positive effect post-secondary graduated (high-skilled) employment. Theory suggest that trade liberalization may affect workers of different educational group differently. The impacts of trade liberalization on Canadian labour market are analyzed in this paper. It is found that trade liberalization lowered employment among low-skilled workers but had little effect on employment of high-skilled workers. Trade liberalization also had little or no effects on the earnings for workers of each educational level.