

## Foreign Trade and Inter-Province Trade of China

Topic: Interregional analysis

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Economic growth and regional disparity in China must consider the micro-base of intra-product specialization. Firstly, this paper measures the foreign trade and inter-province trade of some province based on input-output table of 1987&#12289;1992&#12289;1997&#12289;2002 and 2007. Then having used the simultaneous equation model, we demonstrate a test on the industry data of some provinces and find there isn't a positive relation between foreign trade and inter-province trade. A sound interaction between foreign trade and inter-province trade is a new way for China to develop economy and reduce the area disparity.