

Addressing the Environmental Kuznet Curve Hypothesis in the context of development pattern in the East and the West



Objective

To investigate the relationship of globalized economies with energy footprint and greenhouse gas emissions

Methods

Globalization Convergence Index: Development of Globalization Convergence Index (GCI) to show how much country is globalized.



Figure 1. A pluralistic approach to globalization Rennen and Martens, 2003)

 Table 1. Domains and variables of GCI





Indicators of Energy footprint:

- Consumption of primary energy resources
- Greenhouse gas emissions

Main Features of GCI

- 1. The GCI is an index that measures globalization in multiple domains from politics to economy, social and cultural to technology, and environmental degradation.
- 2. Index is transformed on a scale of zero to hundred.
- 3. All domains in the GCI are weighted equally
- 4. GCI has coverage of more than 100 countries.

Political domain	
Embassies	Absolute number of in-country embassies and high commissions
UN Voting Response	Response of countries on resolutions presented in General Assembly meetings
Military Expenditure	Military Expenditure as a share of GDP
Economy	
Trade	Sum of imports and exports as a share of GDP
FDI	Gross Foreign Direct Stocks as a share of GDP
GDP Growth	Annual percentage growth rate
Remittance	Personal remittances as a share of GDP
Social & Culture	
Fourism	International arrival + departure per 100 inhabitant
Migrants	Those who change their country of usual residence per 100 inhabitant
International	International students studying abroad as a
Technology	
Cellular Subscribers	Number of cellular as a share of population
Internet Users	Internet users as a share of population
Ecology	
Ecological Footprint	Ecological deficit in global hectare

- 50.

Figure 3. Globalization Convergence Index.(Higher values denote more globalization)

Conclusions

High living standard in the developed economies have more ecological value attached which require high energy footprint.

The emerging economies have to take precautionary measures in the early phase of their development to avoid negative impacts on the environment.

The existing inventory of greenhouse gases only shows emissions that are within boundaries, while, indirect emissions i.e. carbon intensive products that are produced somewhere else from consumer' country are not added in the national inventory. So, existing GHG database is not true representative of energy consumption of any country. There is a need to produce GHG inventory that include both direct and indirect emissions.

Statistical Analysis



The association of globalization and its domains with energy footprint has been found using:

- 1. Correlation analysis
- 2. Least square simple linear correlation
- 3. Multiple linear regression analysis with controlling for GDP per capita

Table 2. Country Ranking in the GCI (out of total 117 countries)

 Rank Middle 15 Rank Top 15 Rank Bottom 15 Canada Bangladesh Belgium 52 103 53 Belarus Ireland 104 Laos 2 Saudi Arabia South Africa 105 Pakistan 54 55 106 Mozambique Jordan Botswana Honduras 107 Haiti Kuwait 56 5 57 Turkmenistan 108 Benin Austria Switzerland 58 Ukraine 109 Mali Netherlands 59 Japan 110 Togo 111 Guinea 60 Argentina 9 Malaysia United 61 Georgia 112 Rwanda 10 Kingdom 62 Turkey 113 Burundi Germany 11 Gabon Denmark 63 Latvia 114 Madagascar Estonia Angola 115 64 Moldova 116 Bolivia Sweden 65

Results of statistical analysis performed show that energy footprint is positively correlated with the level of globalization.





Recommendations

- Production of carbon intensive products should be compensated through restorative and preventive measures like reforestation in the countries where manufacturing units are established.
- Carbon tax on products having high carbon value.
- Promotion of sustainable practices like car free day as observed in Beijing, or odd/even cars experiment in India.







Figure 2 Linear regression of GCI with Energy Footprint and Greenhouse Gases

5.00

4.50

4.00

3.50



Figure 4. Comparison of two views of Beijing city with and without cars.

Contact

Dr. Mohsin Raza, Assistant Professor Centre for Climate Research & Development, COMSATS Institute of Information Technology, Islamabad, Pakistan Email: <u>mohsin.raza@comsats.edu.pk</u>; mohsinku@gmail.com Website: www.linkedin.com/in/mohsin-raza-9059638 Phone: +92-321-8287911

Reference

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