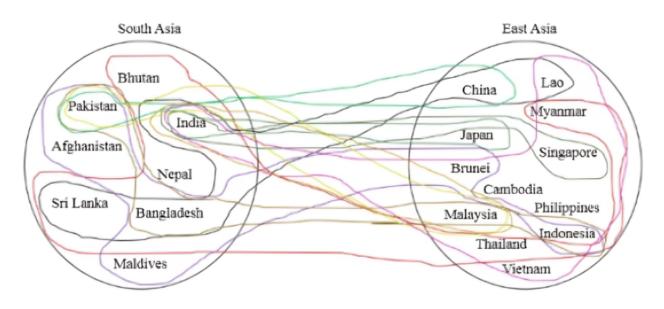


Spaghetti Bowl Phenomenon

The turmoil over regional trade policies and proliferating <u>Free Trade Agreements (FTAs)</u> reignited discussions on the **Spaghetti bowl phenomenon.**

- According to the <u>World Bank</u>, the Spaghetti Bowl Phenomenon refers to the confusing and overlapping network of multiple FTAs between countries, which end up complicating trade instead of facilitating it.
 - As each FTA comes with its own set of Rules of Origin (ROO), which makes it challenging for producers to meet the varied criteria when trading across multiple FTAs.
 - The term "Spaghetti Bowl Phenomenon" was coined by Jagdish Bhagwati in 1995, where he criticized FTAs for being counterproductive, complicating global trade rather than promoting openness.
 - The **"spaghetti"** metaphor compares the tangle of trade rules to a bowl of spaghetti (messy and hard to navigate).
- Impact: Despite more FTAs, trade volumes between regions (like South Asia and East Asia) often remain stagnant due to this complexity.



Depicting Spaghetti Bowl

Read more: Reviewing Free Trade Agreements

