

**DEVELOPING
ECONOMIC CORRIDORS
IN SOUTH ASIA**



Edited by Prabir De and Kavita Iyengar

Asian Development Bank

© 2014 Asian Development Bank

All rights reserved. Published in 2014.
Printed in India.

ISBN 978-92-9254-510-9 (Print), 978-92-9254-511-6 (PDF)
Publication Stock No. BKK146474-2

Cataloging-In-Publication Data

De, P. and Iyengar, K.

Developing economic corridors in South Asia.
Mandaluyong City, Philippines: Asian Development Bank, 2014.

1. Regional economy. 2. Transport infrastructure. 3. Trade facilitation.
I. Asian Development Bank.

The views expressed in this publication are those of the authors and do not necessarily reflect the views and policies of the Asian Development Bank (ADB) or its Board of Governors or the governments they represent.

ADB does not guarantee the accuracy of the data included in this publication and accepts no responsibility for any consequence of their use.

By making any designation of or reference to a particular territory or geographic area, or by using the term “country” in this document, ADB does not intend to make any judgments as to the legal or other status of any territory or area.

ADB encourages printing or copying information exclusively for personal and noncommercial use with proper acknowledgment of ADB. Users are restricted from reselling, redistributing, or creating derivative works for commercial purposes without the express, written consent of ADB.

Note:

In this publication, “\$” refers to US dollars.

Asian Development Bank
6 ADB Avenue, Mandaluyong City
1550 Metro Manila, Philippines
Tel +63 2 632 4444
Fax +63 2 636 2444

www.adb.org

For orders, please contact:

Fax +63 2 636 2648

adbpub@adb.org

Contents

<i>Foreword</i>	v
<i>Acknowledgments</i>	vii
<i>Contributors</i>	viii
<i>Tables, Figures, Box, and Appendixes</i>	ix
<i>Abbreviations and Acronyms</i>	xiii
Overview: Making the Case for Economic Corridors in South Asia <i>Prabir De and Kavita Iyengar</i>	1
Part I: Rationale, Challenges, and Opportunities	
Chapter 1: Economic Corridors and Regional Economic Integration <i>Prabir De</i>	15
Chapter 2: Infrastructure Development, Industrial Agglomeration and Regional Trade in South Asia <i>Chiranjib Neogi</i>	45
Chapter 3: Economic Corridors, Trade Costs, and Regional Production Networks in South Asia <i>Ajitava Raychaudhuri and Prabir De</i>	63
Chapter 4: Economic Corridors in South Asia: Exploring the Benefits of Market Access and Trade Facilitation <i>Selim Raihan</i>	77
Part II: Case Studies	
Chapter 5: Transit and Trade Facilitation across Economic Corridors Connecting Bangladesh, India, and Nepal <i>Pushpa Raj Rajkarnikar</i>	113
Chapter 6: Transit and Trade Facilitation across South Asian Corridors: India–Pakistan Land Connectivity <i>Paramjit S. Sahai and Vijay Laxmi</i>	139
Chapter 7: Trade Facilitation through Economic Corridors in South Asia: The Pakistan Perspective <i>Ghulam Samad and Vaqar Ahmed</i>	157
Chapter 8: Trade Potential and Economic Cooperation between Bangladesh and Northeast India <i>Mohammad Masudur Rahman</i>	179
Chapter 9: Economic Corridors and Pro-Poor Private Sector Development in South Asia: A Case Study of Bangladesh and India <i>Saikat Dutta and Suranjan Gupta</i>	195
<i>Appendixes</i>	221

