

Title: "The Fear of Competitive Pressure of Globalization and Outsourcing."

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Abstract: Why does the current wave of globalization create more public concern/opposition than previous rounds of trade liberalization? This paper identifies a key difference between globalization and trade liberalization that could be responsible for it. It is shown that while both globalization and trade liberalization create *inter-sector* income distribution, the former also creates *intra-sector* income distribution and *intra-sector uncertainty*. These new features of globalization imply lower public support.