

Defining Connectivity

"We believe in connecting ideas, knowledge, technology, culture, people, road-rail-air, movement of goods, services and investment ... Physical connectivity is important in ensuring overall peace, progress and stability ..."



Statement by Bangladesh Prime Minister Sheikh Hasina at the 18th SAARC Summit (Kathmandu, Nepal, 26 Nov. 2014)

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Connectivity, as we know

- *Nature* and *Shape* of *drivers* of **connectivity**
 - Multimodal transport: road rail maritime- air (aviation)
 - **Trade** (production and distribution network, value chains etc.)
 - **Energy** inter-change: *generation/ development transmission*
 - **knowledge-based society** interactions (ICT) people-to-people exchange

Web of economic connectivity

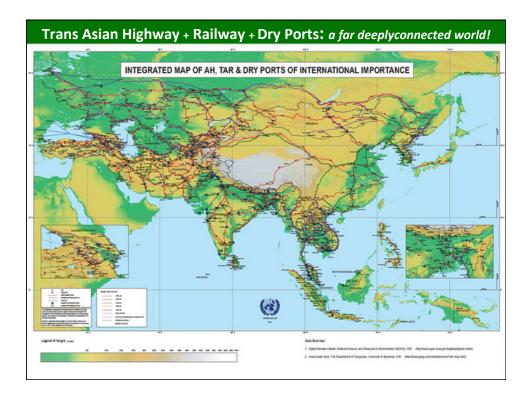
EUROPE

Segregoe-ETA FIA (2006)

Japan-Senterstand EPA (2009)

PRO-Thalland PATA (2007)

PRO



Why Connectivity?

- ➤ Connectivity is also an evolving idea, process, outcome
- ➤ Connectivity is "*flattening*" the world
- ➤ Connectivity is a cornerstone of **regional economic cooperation** and **integration**
 - > most connected countries/regions benefit from increased GDP growth e.g. up to 40%+ more than the least connected countries.
 - ➤ Global (trade people finance data) flows add additional \$ 250 \$ 400 billion (15% 25%) to global GDP each year.
- Connectivity, along with trade facilitation, significantly **enhances regional trade**, primarily by reducing transportation time and cost
 - ➤ fast rising Global flows provide **Companies** with <u>new ways</u> to put their assets to further productive use (<u>Value</u> and <u>Supply Chains</u>).

Why Connectivity? contd.

- Develop <u>trust</u>, <u>understanding</u> among and within societies
- Nurture ideas and knowledge
- ➤ Promote <u>culture</u> and related <u>heritage</u>
- Advance <u>peoples' interaction</u> among and within sub-region(s)
- ➤ Propagate <u>science technology innovation</u>

Deepens multifarious links and networks to facilitate socio-economic interactions

Connectivity - Mobility - Business nexus

- connectivity and mobility are changing fast e.g.
 regional or, global businesses are increasingly Global
 Supply Chain -centric than State or, economy centric:
 - facilitating efficient interfacing of various processes of production and segments within regional/global value chains
 - increasing *mobility* of all economic inputs & factors
 - business ask more for social and cultural capital of people!

Missing Link?

Migration and mobility:

Address contradiction/tensions in global economic systems where all factors of production are mobile except human.

⇒Affects productivity, consumer gains and wellbeing

Missing Link?

If we are to achieve sustainable development and maintain peace and stability, then mobility needs to be factored into our hyper-connected world



