

Impact of Changes in the Industrial Structure on Economic Growth

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Abstract: This article aims to explore the impact of changes in Taiwan's industrial structure on total economic growth in the 34 years from 1981 to 2014, establish a dynamic economic growth model through industrial structure variables and industry indirect spillover effects, and explore the impact of changes in industrial structure on total economic growth to understand the important structural variables that affect Taiwan's economic growth during the process of industrial change. We find that the share of the agricultural sector in employment in Taiwan has declined over the period of analysis, whereas the share of the industrial sector has remained stable, and that of the services sector has risen year by year.

Keywords: Industrial Structure, Labor Productivity, Economic Growth

JEL Classification Number: L16, J24, O47