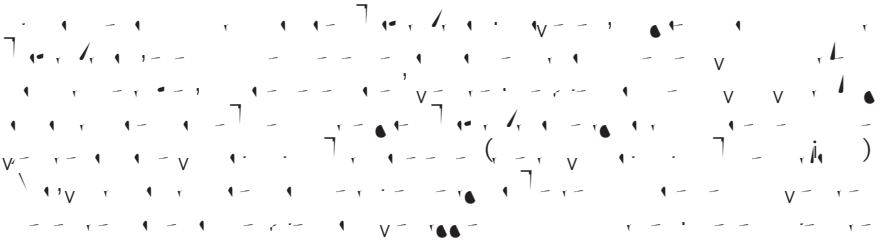
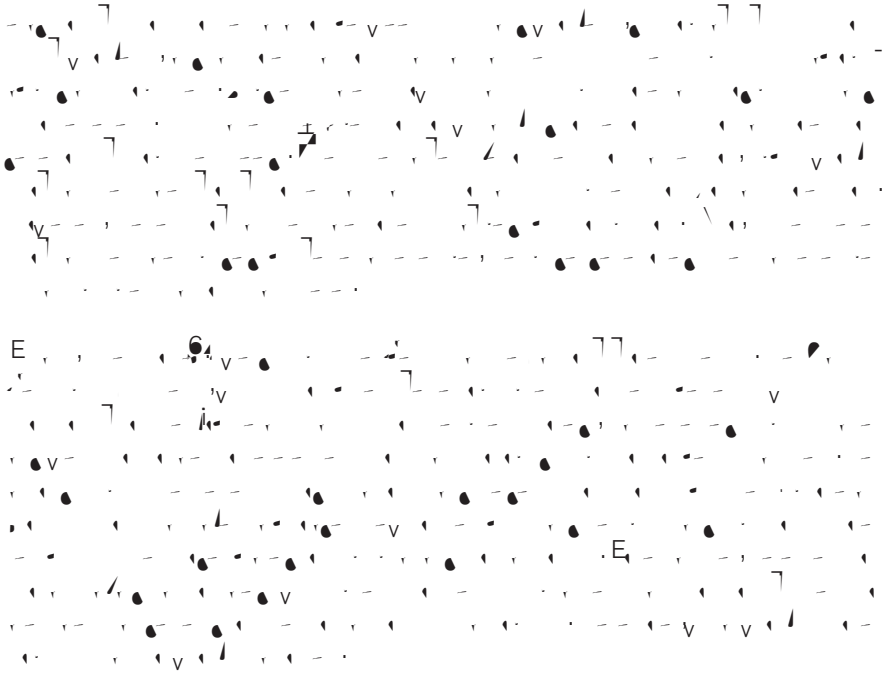
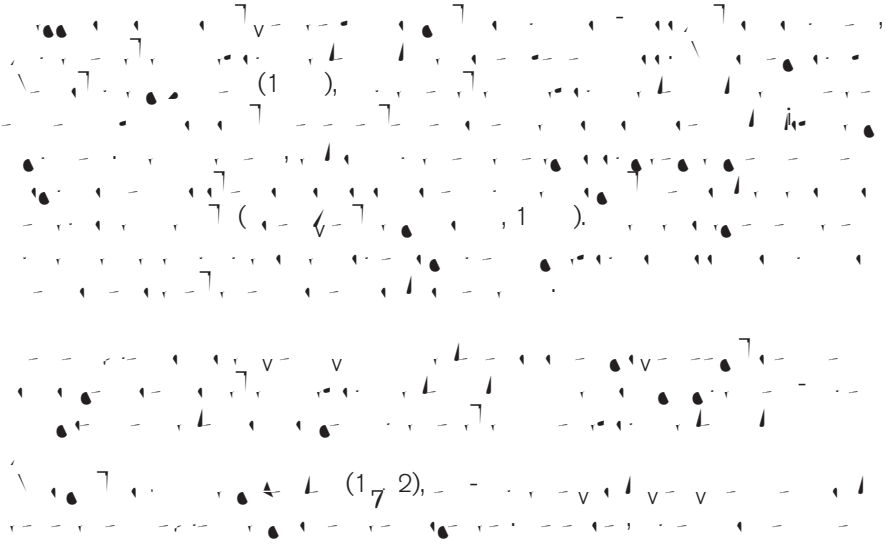




6.2 Rationale for social protection in a more globalized world

Missing market for insurance against income risk



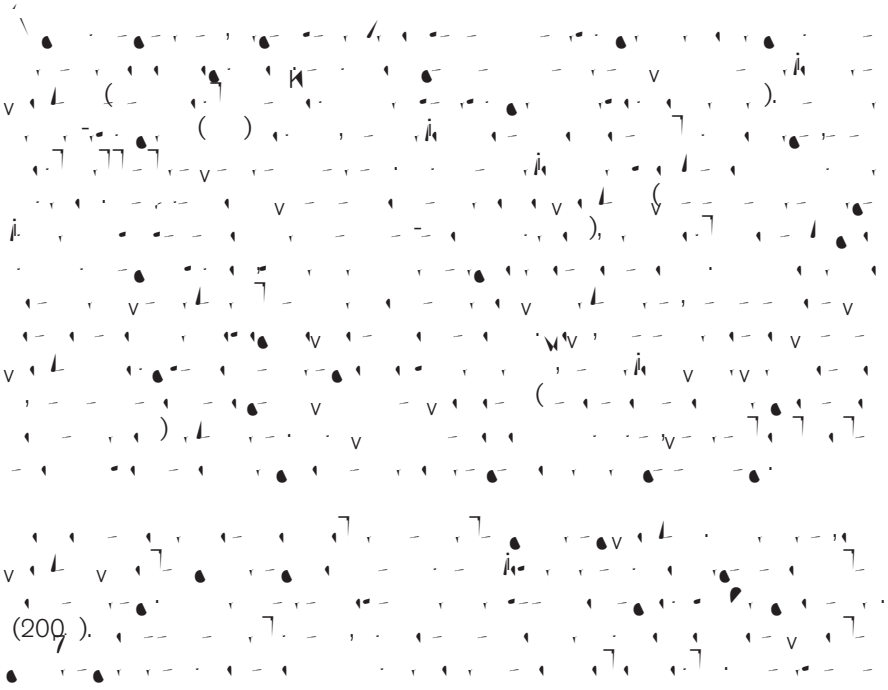
1. *Adverse selection:*
2. *Moral hazard:*
3. *Covariant risk:*

Externality-related arguments for social protection

Distributional equity-based argument for social protection

(2001) $ 0,000 (2010). (200). (2010) (200). (200).

Social protection makes globalization more palatable politically



(200).