Do Arab and Jewish Markets within Israel Converge?
A case study of fruit and vegetables

By

Ruth Klinov
Hebrew University of Jerusalem

and

Merav Oren
Government of Israel, Central Bureau of Statistics

Abstract
There is ample evidence that prices and wages in Israeli-Arab sector are lower than in Jewish localities. The purpose of our project, of which this paper is the first, is to study the rates of change over time in these differentials, and in particular to find out whether convergence occurs. The present paper studies the market for fruit and vegetables, and finds that sectoral prices do converge.