

China at a glance

2011



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	GDP		
	PPP	Growth rate	Per capita
Value	US\$11.29 trillion	9.2%	US\$8,400
Ranking	3	7	119

	Labor force	Imports	Exports
Value	816.2 million	US\$1.74 trillion	US\$1.90 trillion
Ranking	1	3	1

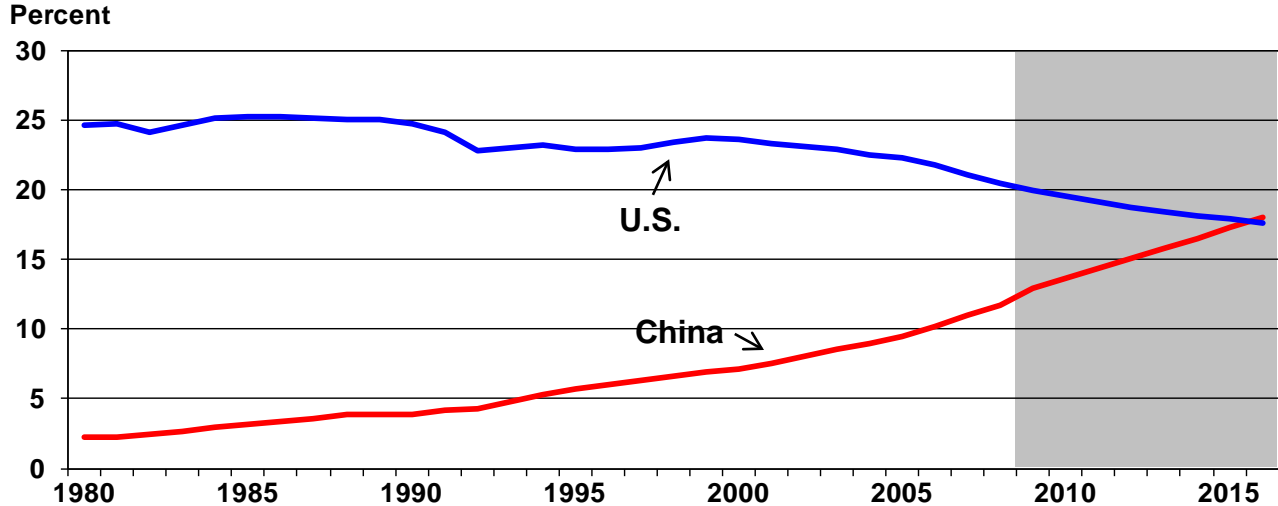
Source: CIA World Factbook.

GDP (PPP) share of world total

China vs. U.S., 1980-2016



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Source: IMF World Economic Outlook.

Note: Shaded area are estimates.

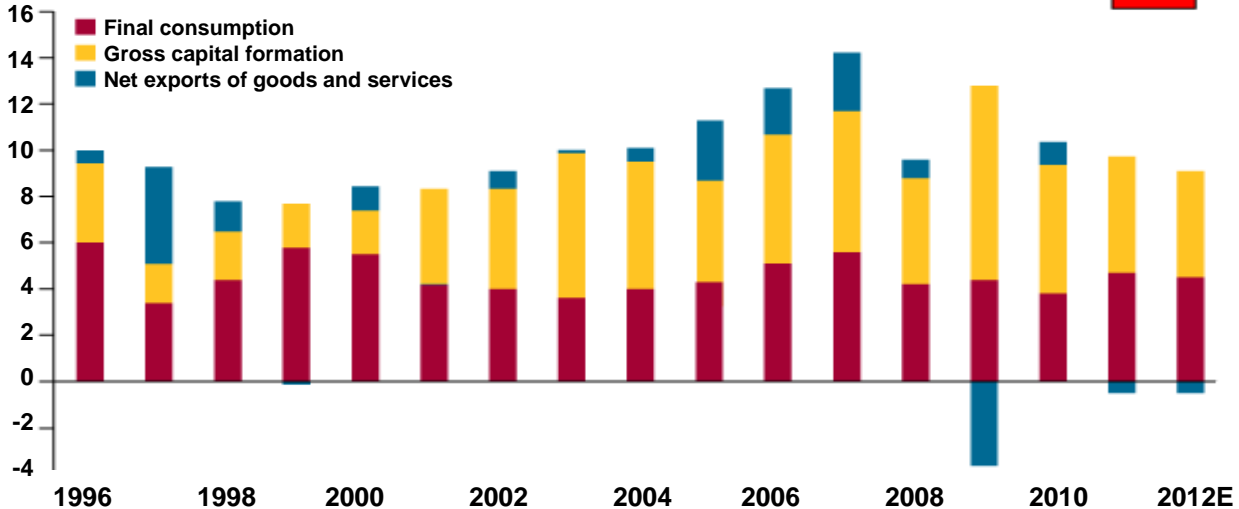
China's GDP growth less-export driven

1996-2012



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Percent



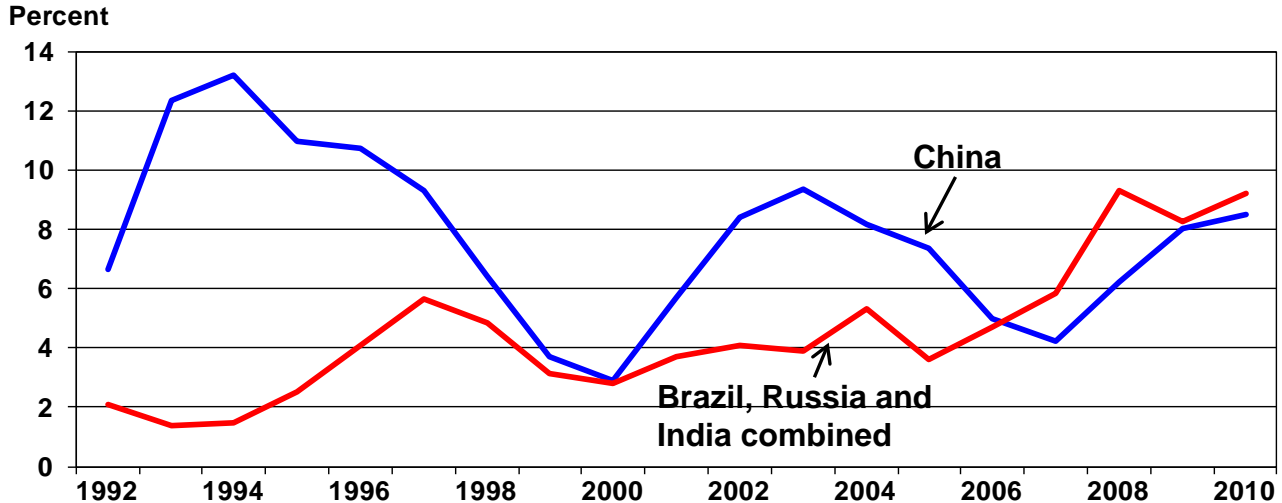
Source: CEIC, CLSA Asia-Pacific Markets.

FDI inflows: China vs. BRI countries



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Share of world total, 1992-2010



Source: United Nations Conference on Trade and Development.

Ease of doing business in China

Rankings of 30 Chinese cities, 2008



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Lanzhou

Starting a business: 29
Registering property: 29
Enforcing contracts: 30

Chongqing

Starting a business: 17
Registering property: 9
Enforcing contracts: 8

Shanghai

Starting a business: 5
Registering property: 1
Enforcing contracts: 4

Guangzhou

Starting a business: 3
Registering property: 2
Enforcing contracts: 1

Major concerns of U.S. companies in China

USCBC member company survey, 2011



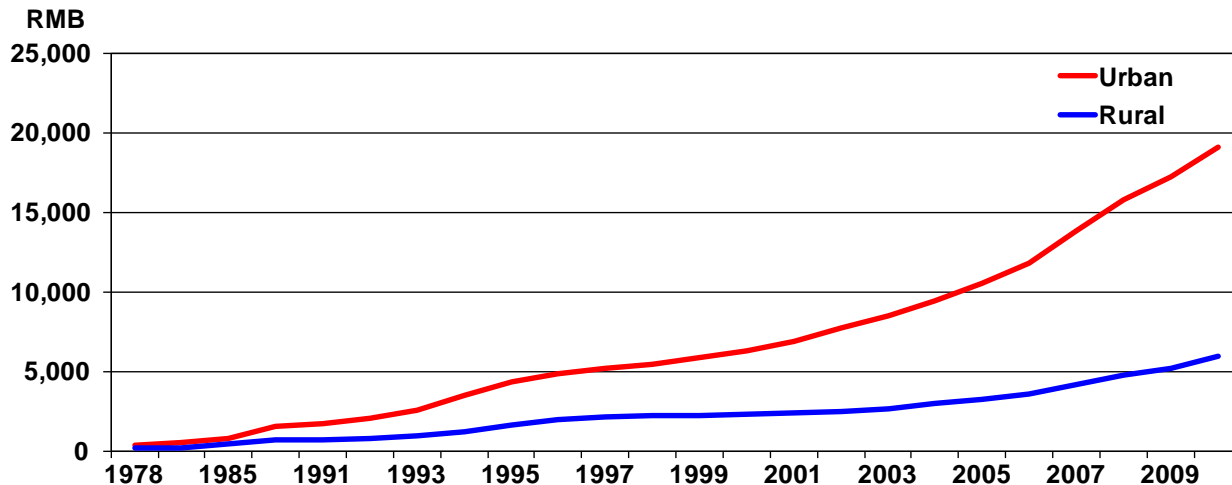
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Rank	Issue
1	Human resource: Talent recruitment and retention
2	Administrative licensing, business and product approvals
3	Cost increases
4	Competition with state-owned enterprises
5	Intellectual property rights enforcement
6	Standards and conformity assessment
7	Restriction on inbound foreign investment
8	Transparency
9	Equal treatment with Chinese enterprises
10	Market access in services

Source: The U.S.-China Business Council.

Earnings grow fast over past decade

Per capita annual disposable income in China, 1978-2010



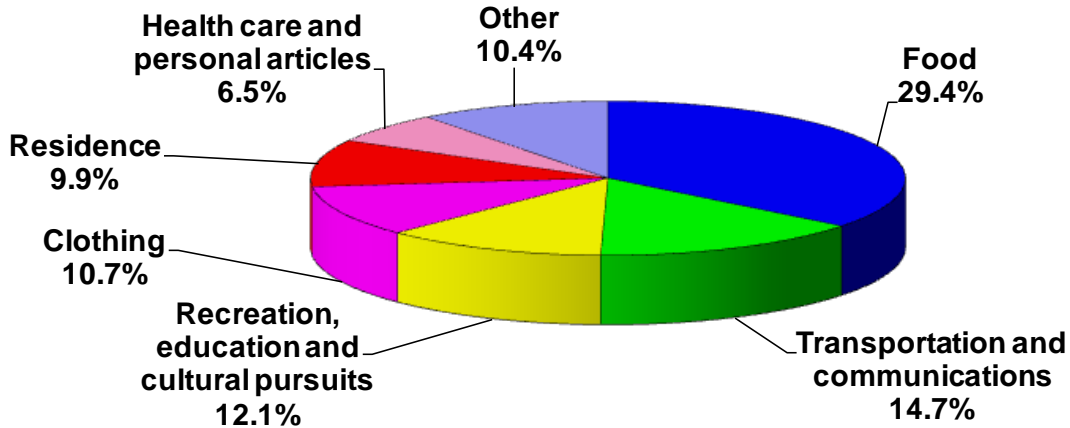
Source: National Bureau of Statistics of China.

Composition of household consumption

Urban households in China, 2010



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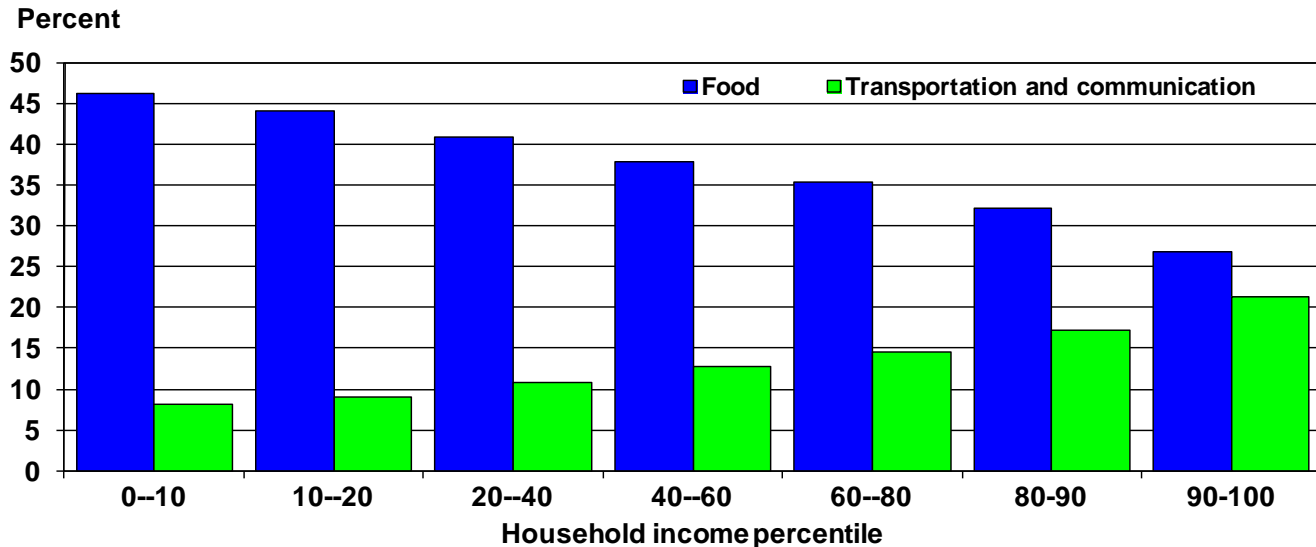
Source: National Bureau of Statistics of China.

Share of consumption expenditures by income percentile

Urban families in China, 2010



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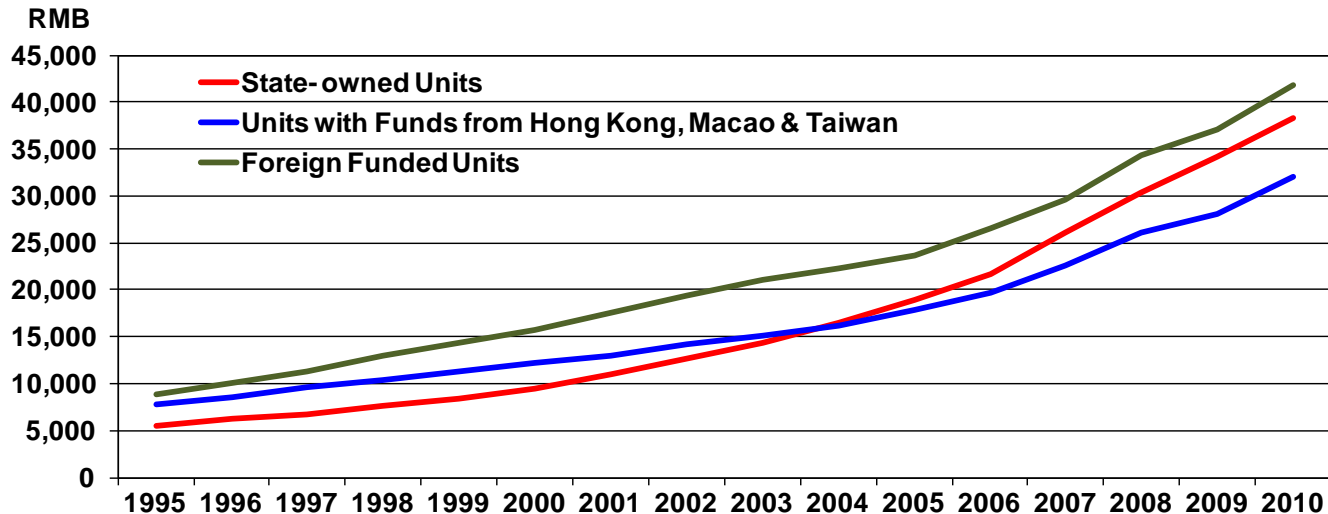
Source: National Bureau of Statistics of China.

Wage grows fast in state-owned enterprises

Average wage in urban units, China, 1995-2010



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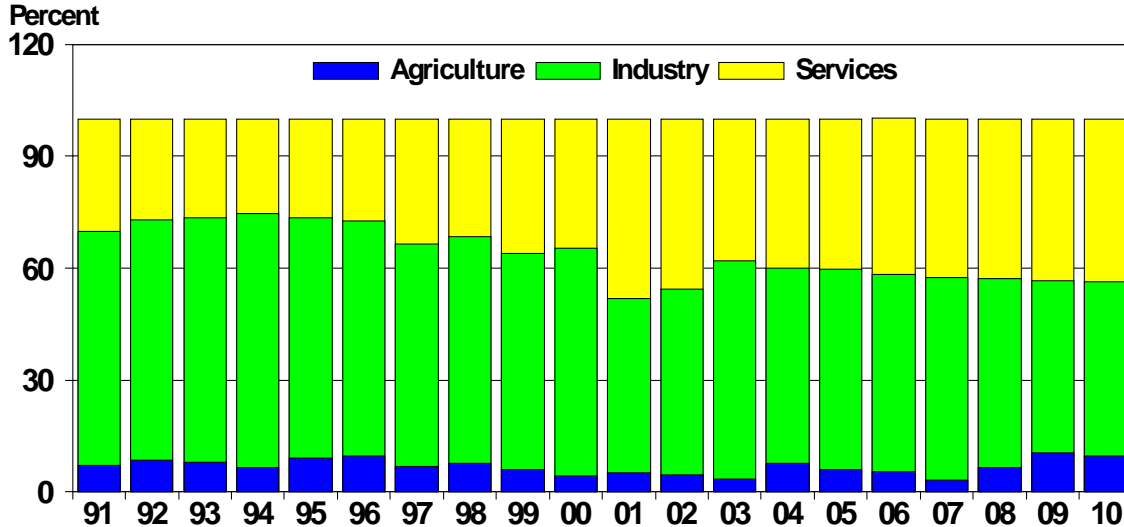
Source: National Bureau of Statistics of China.

Services are gaining momentum

Contribution to Chinese GDP growth by sector



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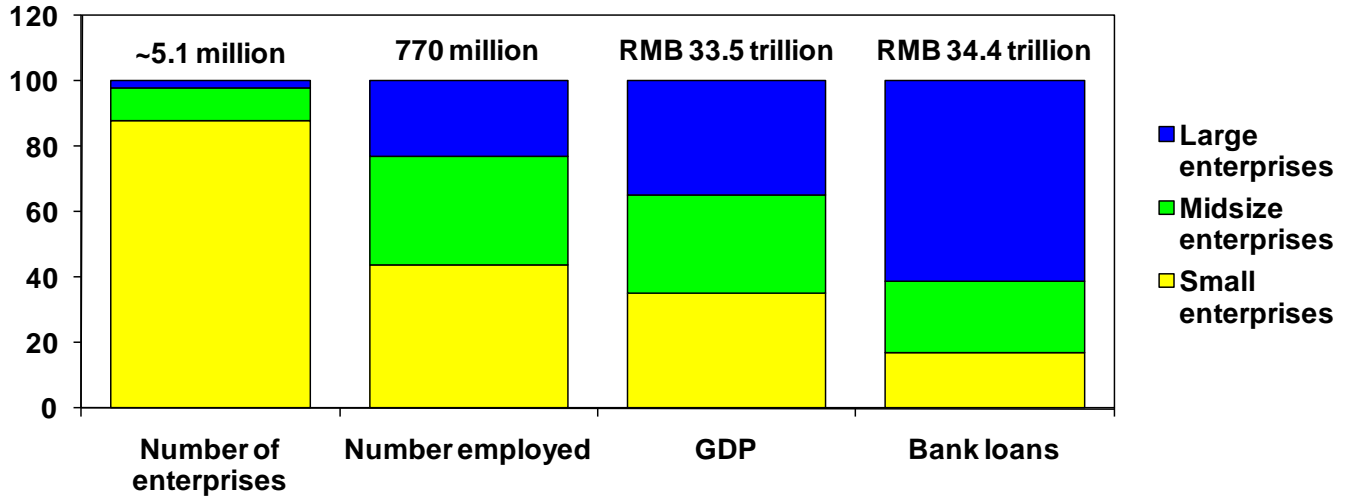
Sources: National Bureau of Statistics of China, CIA World Factbook.

Small enterprises in China are underserved by corporate banks



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Percent



Banking sector dominated by domestic names

Top consumer brands in China



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Rank	Bank	Country of origin
1	ICBC	China
2	China Construction Bank	China
3	Bank of China	China
4	Agricultural Bank of China	China
5	China Merchants Bank	China

Source: Credit Lyonnais Securities Asia.

Many consumer products are dominated by U.S. brands

Top consumer brands in China: beauty and PC products

Beauty			PC		
Rank	Brand	Country of origin	Rank	Brand	Country of origin
1	Head & Shoulders	US	1	Lenovo	China
2	Rejoice	US	2	IBM	US
3	Olay	US	3	HP	US
4	Maybelline	US	4	Dell	US
5	Pantene	US	5	Apple	US

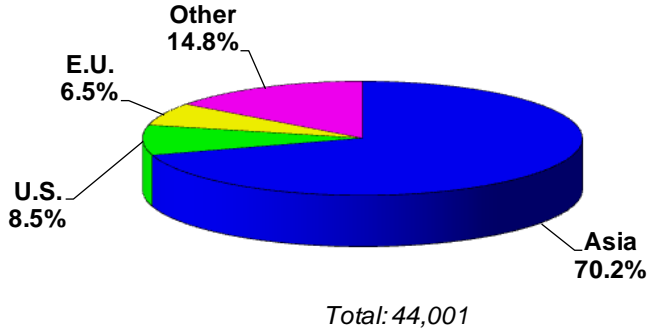
Source: Credit Lyonnais Securities Asia.

Majority of China's foreign investors are Asia-based

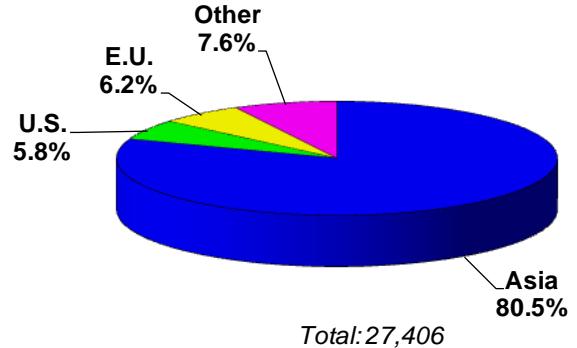


Newly approved foreign investment projects by investor region*

2005



2010



* Investment made through free ports was counted by origin region in 2010 but was considered as from "other" regions in 2005.

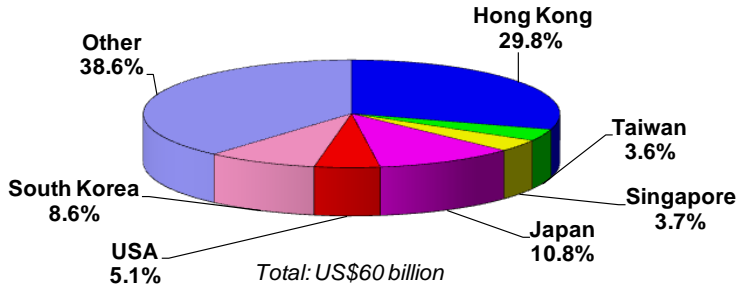
Source: Ministry of Commerce of the People's Republic of China.



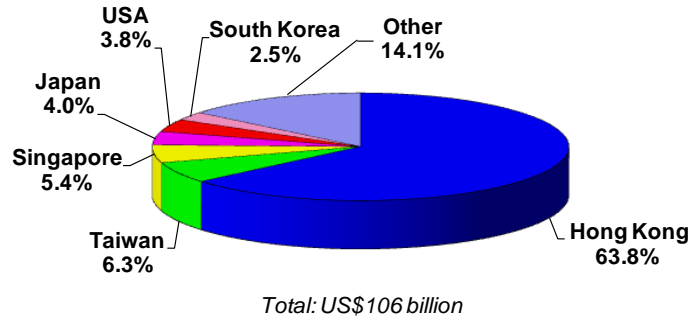
Cultural and linguistic proximities matter

Realized FDI by investor region*

2005



2010



* Investment made through free ports was counted by origin region in 2010 but was considered as from "other" regions in 2005.

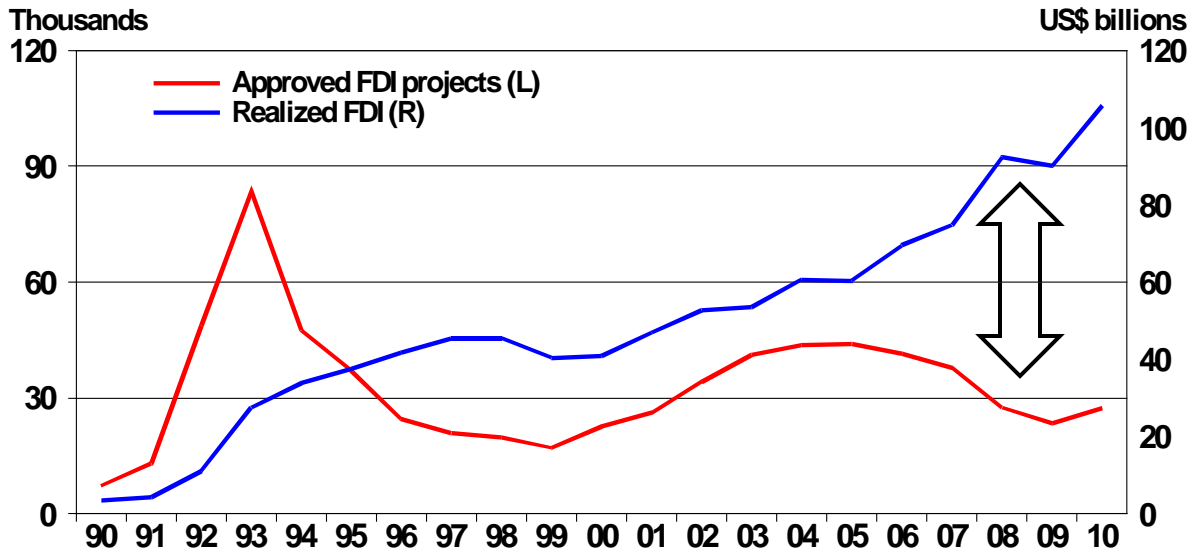
Source: Ministry of Commerce of the People's Republic of China.

Soaring investment in FDI projects

While the actual number of projects went down in China



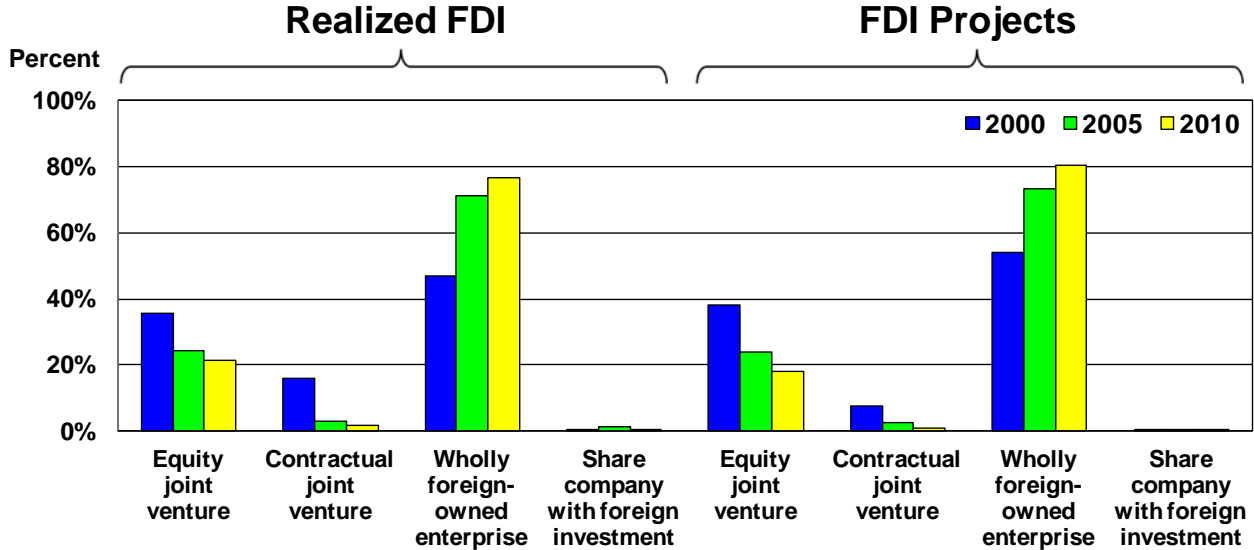
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Source: Ministry of Commerce of People's Republic of China.

Share of total FDI by investment type

China



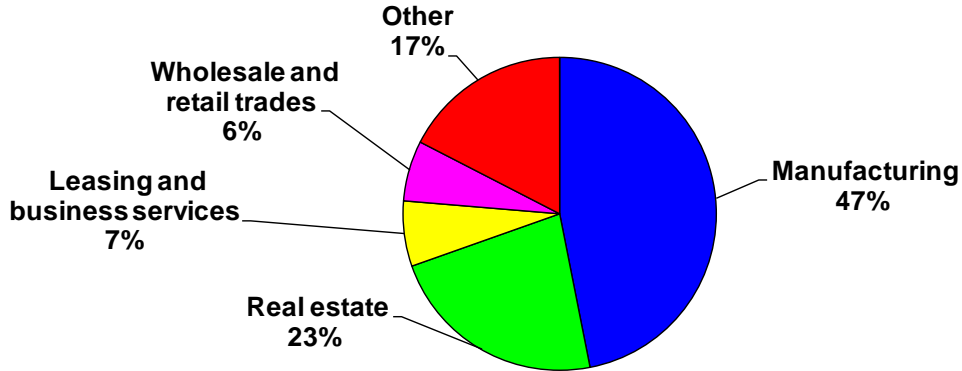
Source: Ministry of Commerce of People's Republic of China.

Nearly half of FDI went into manufacturing

Realized FDI in China, 2010



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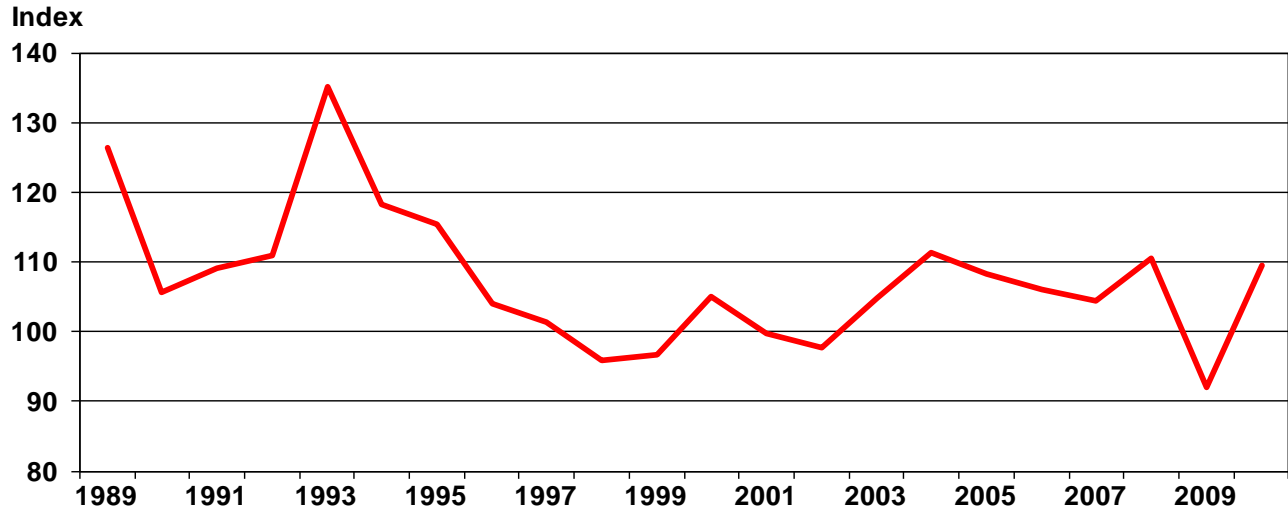
Source: National Bureau of Statistics of China.

Purchasing price index for raw materials, fuels and power



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China



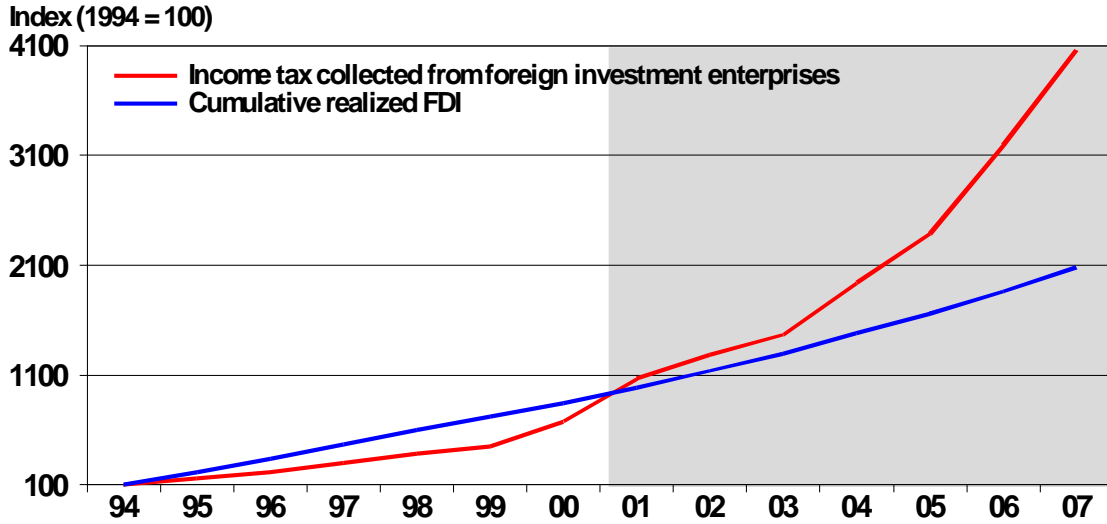
Source: National Bureau of Statistics of China.

Taxes paid by FIEs grew faster than realized FDI

China



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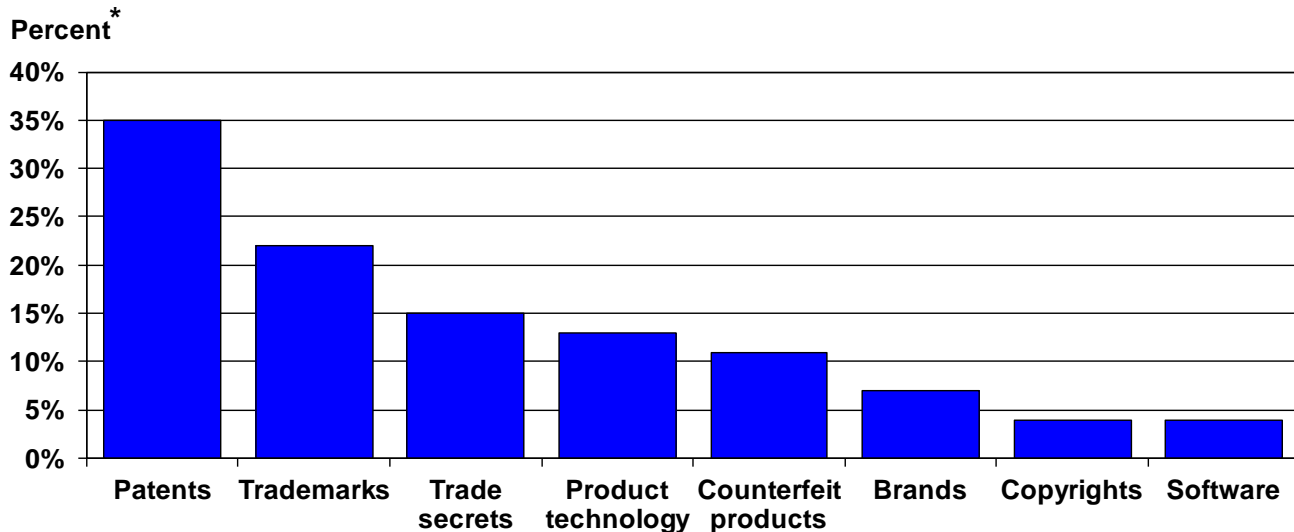
Sources: Ministry of Commerce, State Administration of Taxation of the People's Republic of China.

Business concerns regarding intellectual property in China

USCBC member company survey, 2010



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* Percentage of respondents expressing concerns over each type of IPR.

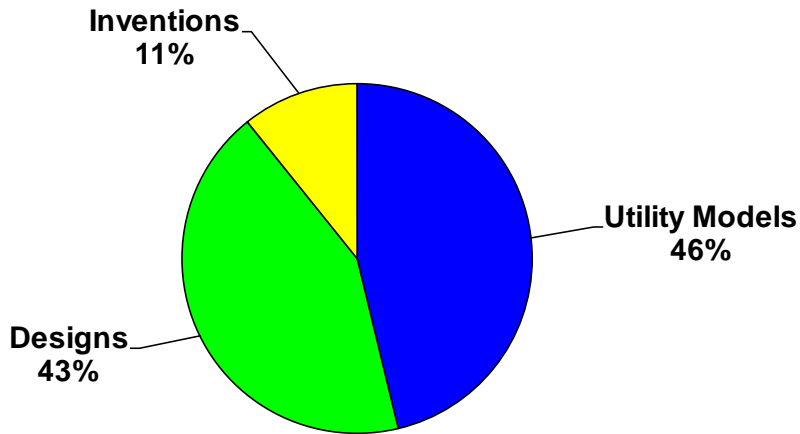
Source: The U.S.-China Business Council.

Patent applications granted in China

By type, 2010



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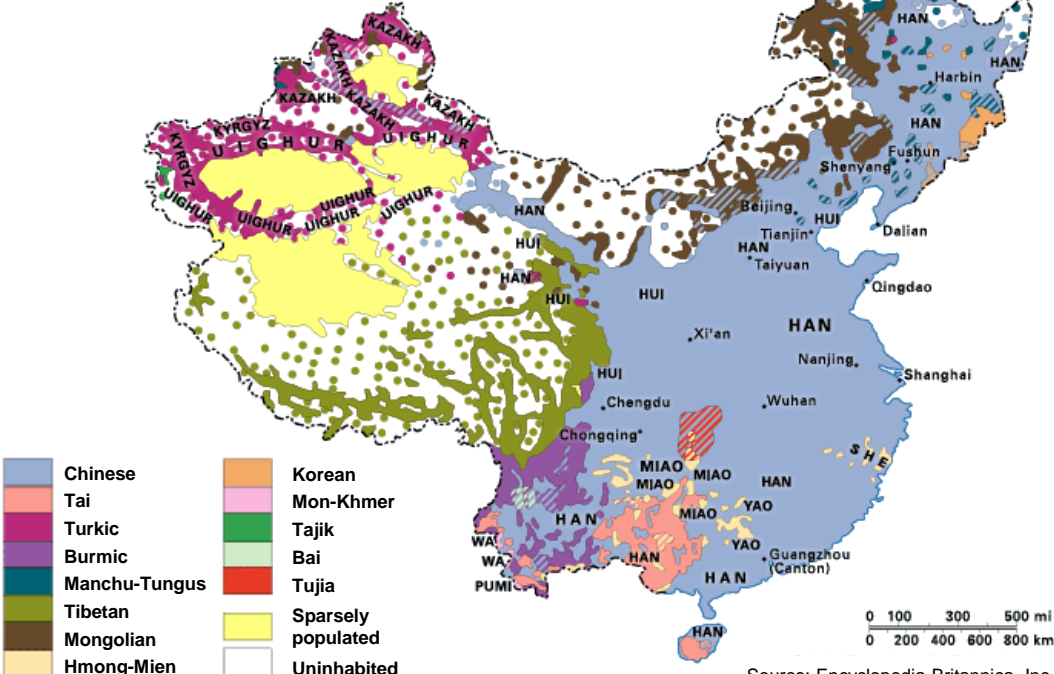
Source: National Bureau of Statistics of China.

Labor disputes at outsourced firms make big news



In 2010, serial suicides at Apple's supplier Foxconn caused damage to the American company's global reputation.

Ethnic conflicts may be a risk factor



Source: Encyclopedia Britannica, Inc.

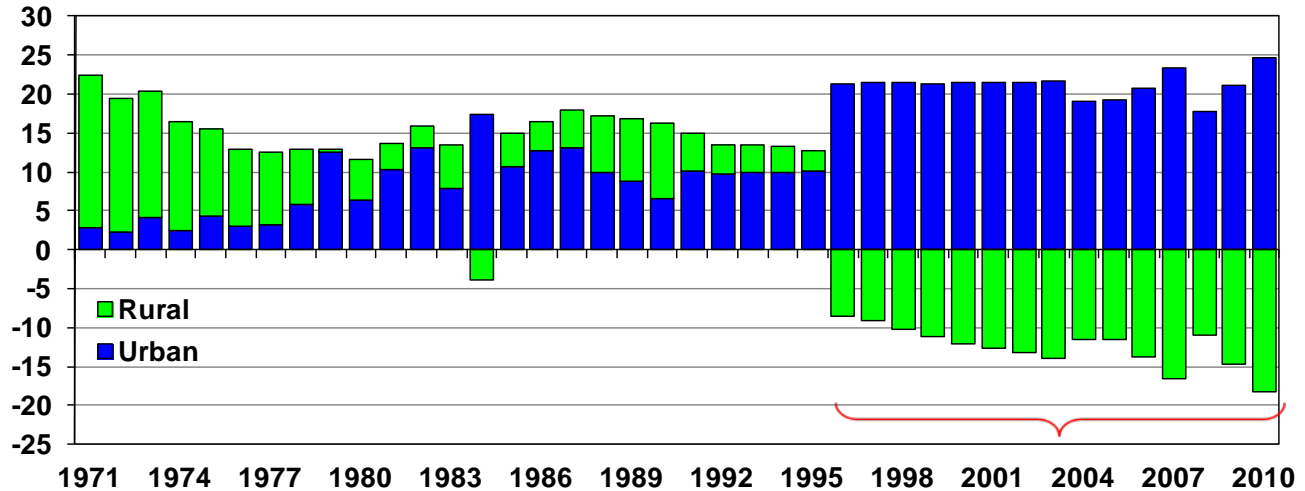
Rural population in China has been shrinking over the past 15 years



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Year on year change of population by residence, 1971-2010

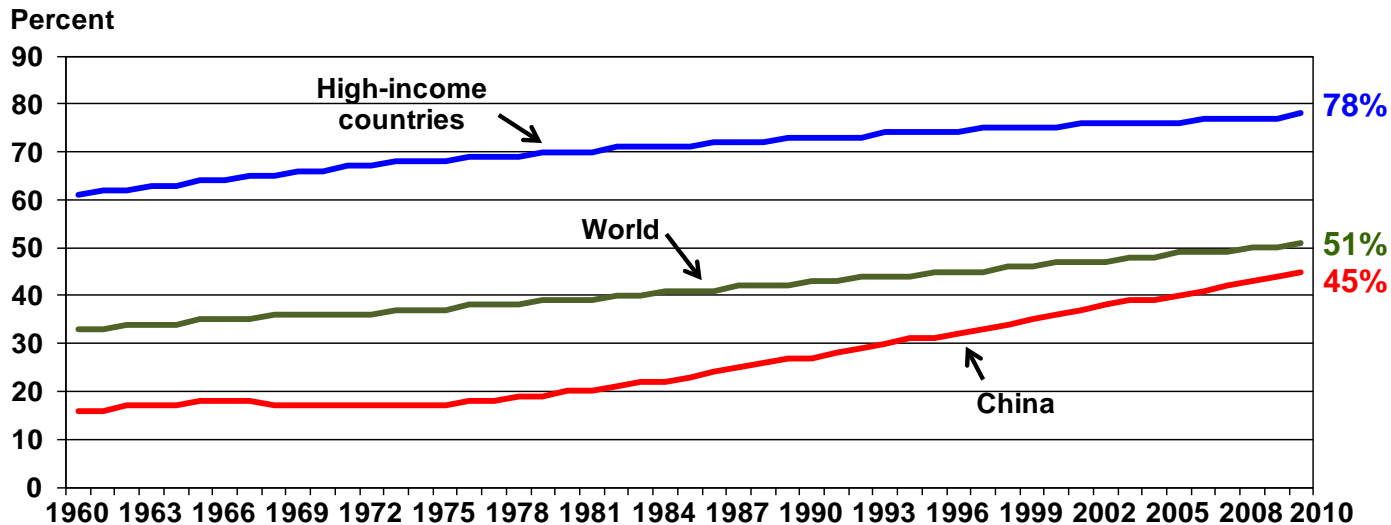
Millions



Source: National Bureau of Statistics of China.

Urbanization accelerates in China

Urban population as percent of total population, 1960-2010



Source: World Development Indicators.