

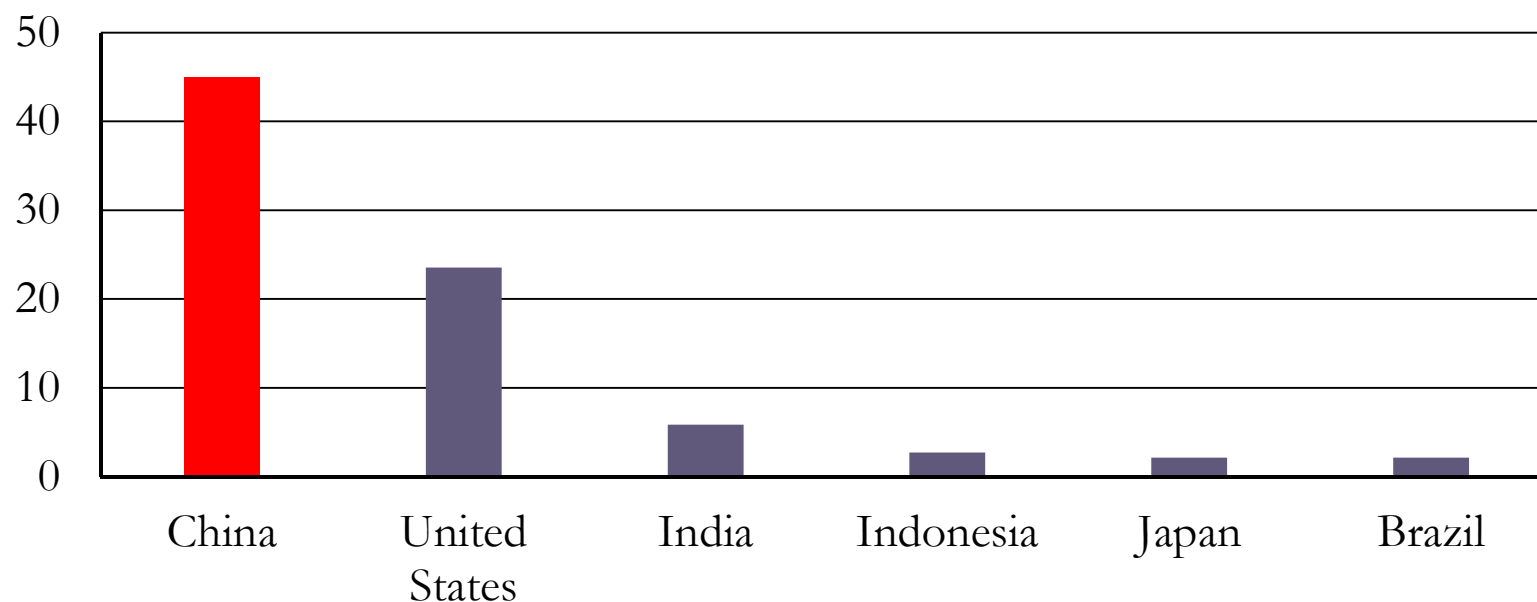
China's Long March towards Sustainable Growth?

Ari Van Assche

Department of International Business

China: Engine of the World Economy

Contribution to global GDP growth, 2007-2016,
selected countries, %



Data Source: IMF World Economic Outlook

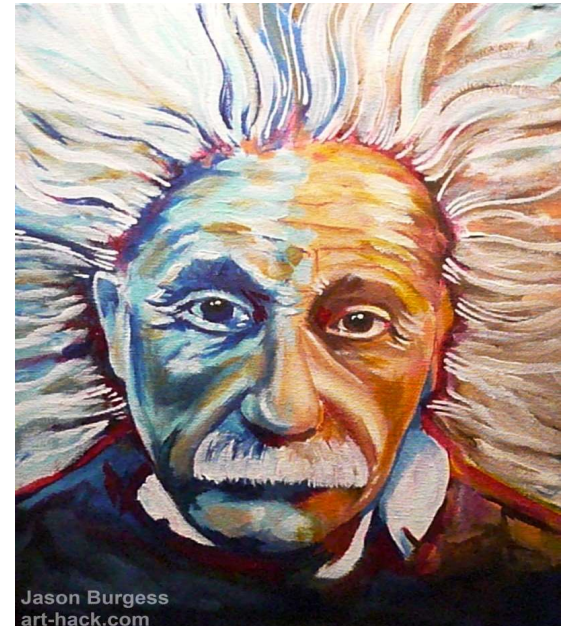
Two Types of Growth



Perspiration

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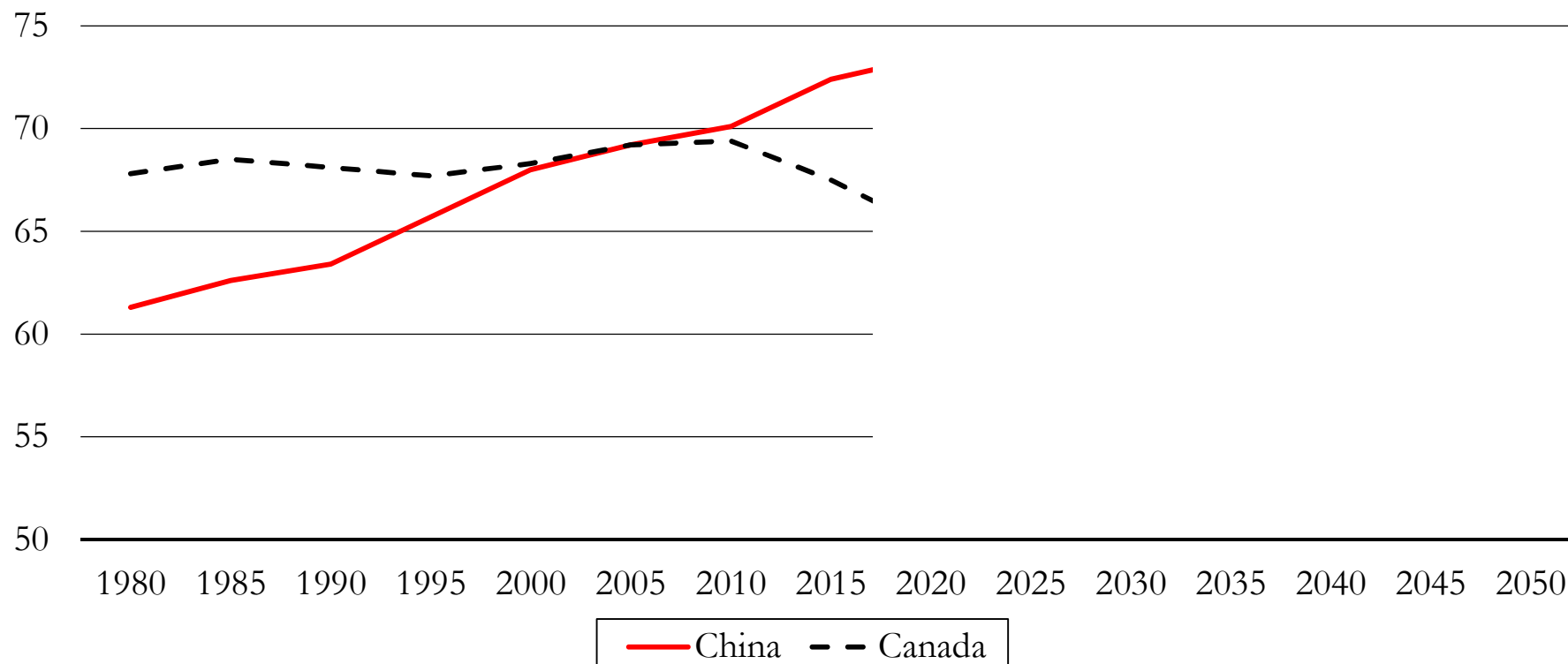
Inspiration



Jason Burgess
art-hack.com

Favorable Demographics...

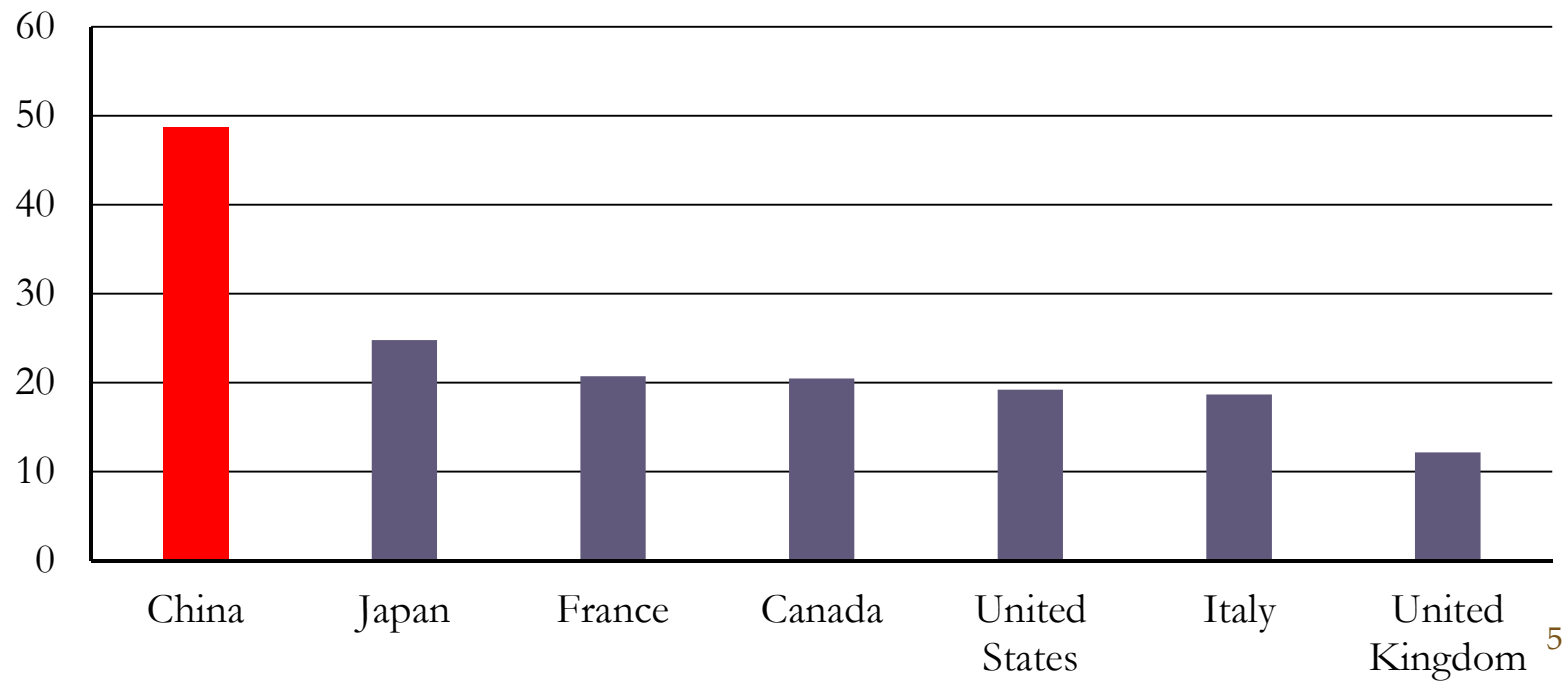
Population share of working age (15-64), %



Data Source: United Nations Population Division

High Savings Rate...

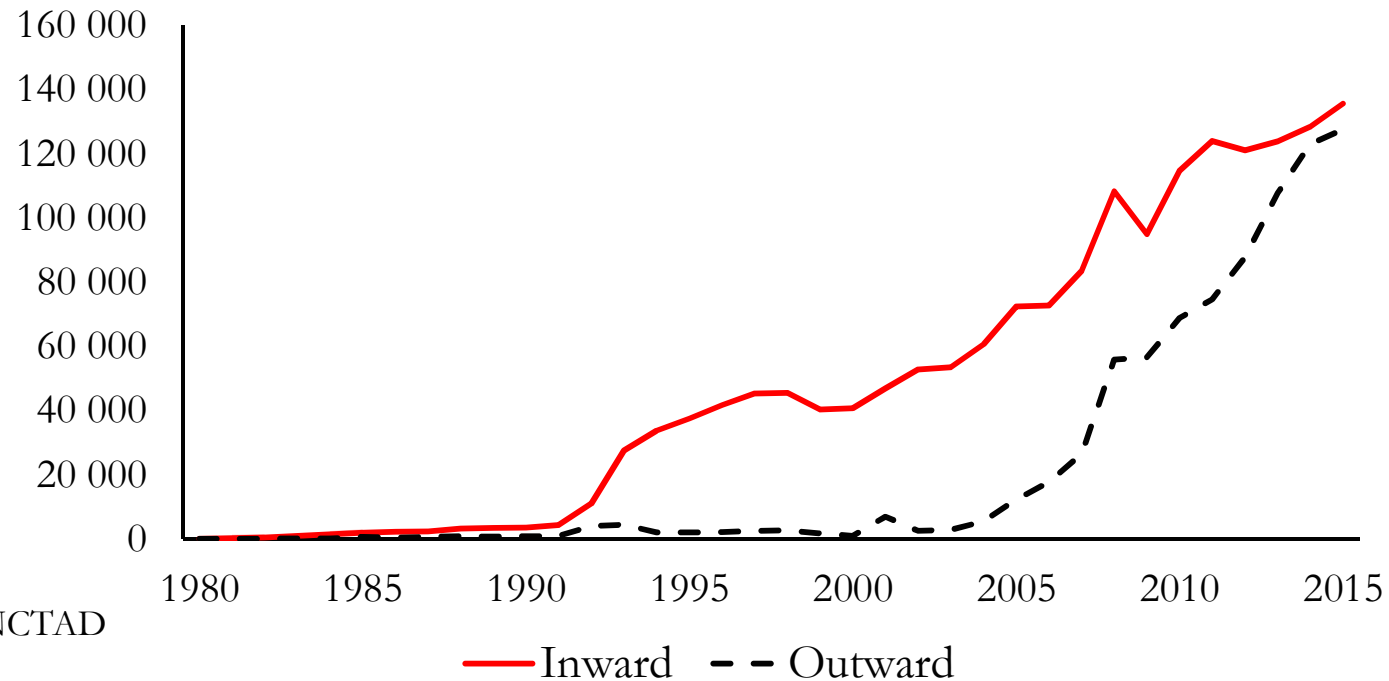
Gross Savings as % of GDP, G7 countries, 2015



Data Source: World Bank

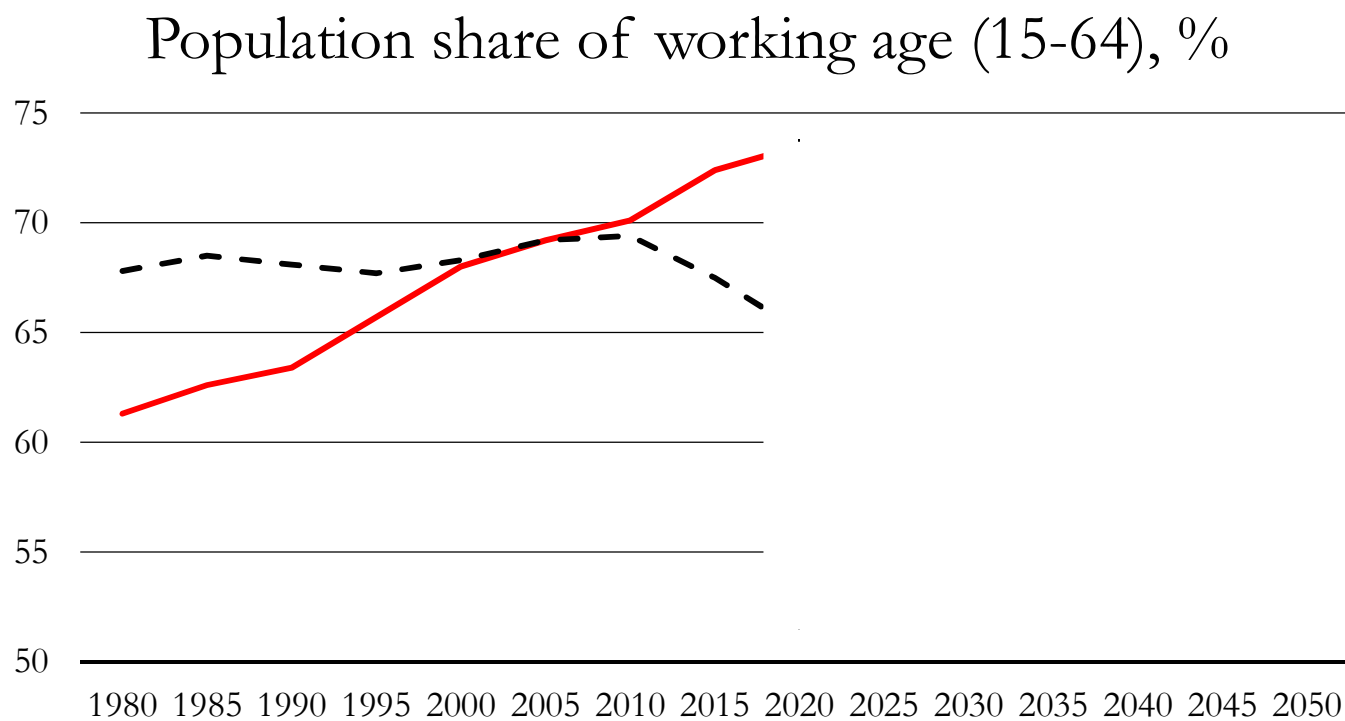
FDI attractor...

China's foreign direct investment inflows
and outflows, 1980-2015, \$million

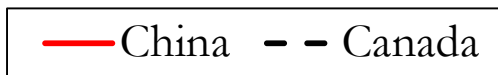


Data Source: UNCTAD

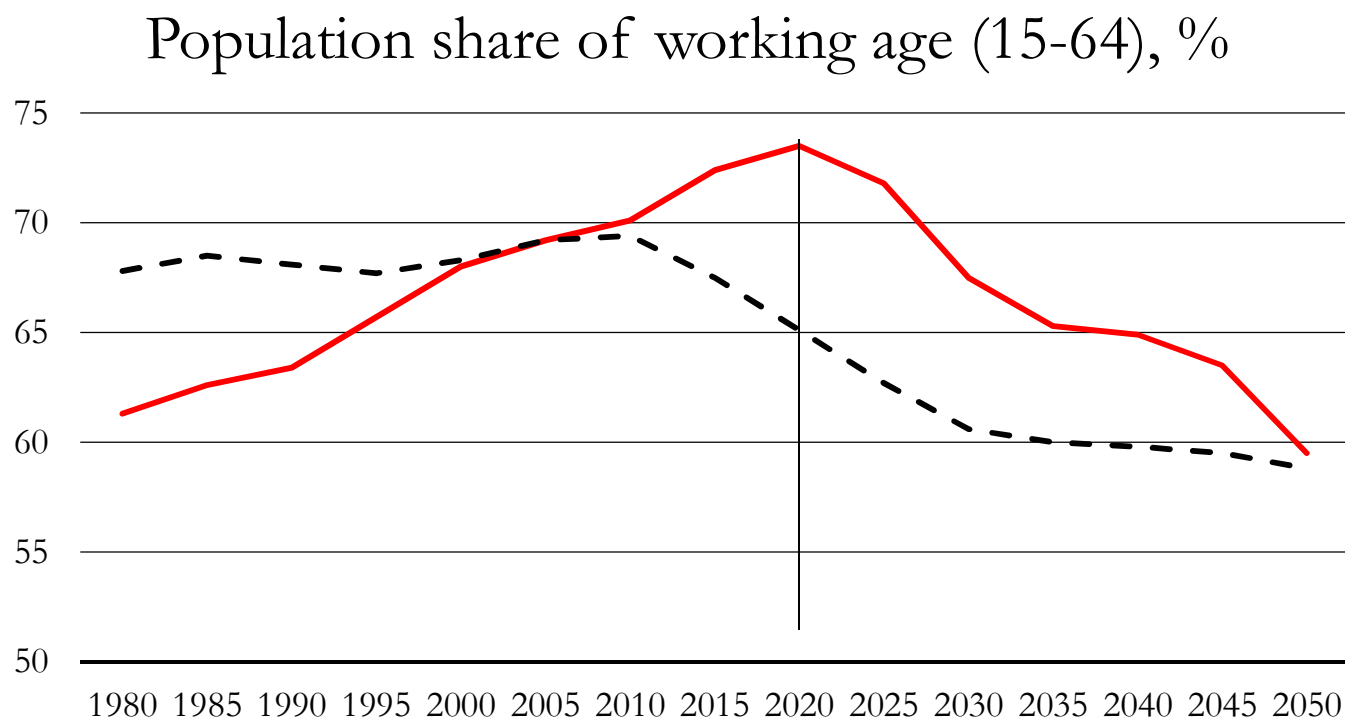
Favorable Demographics



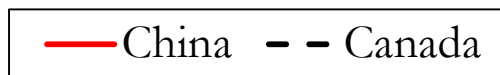
Data Source: United Nations Population Division



Favorable Demographics



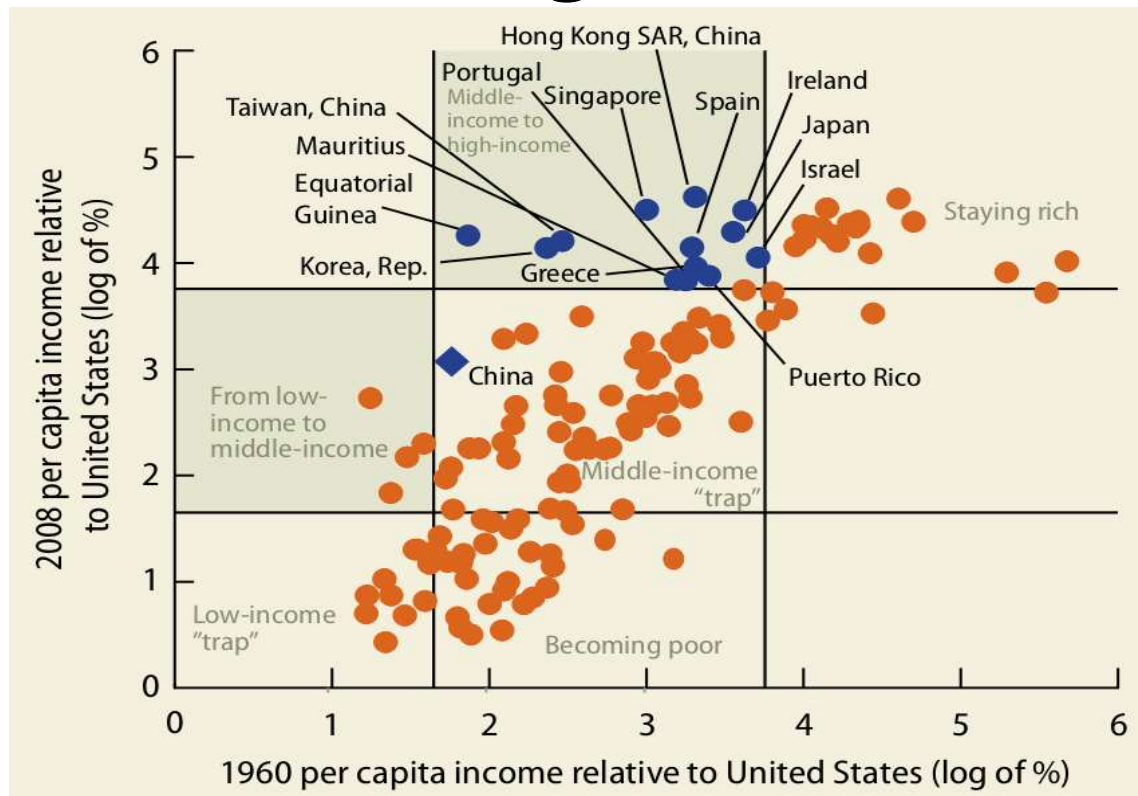
Data Source: United Nations Population Division



China's Not so Cheap Workers

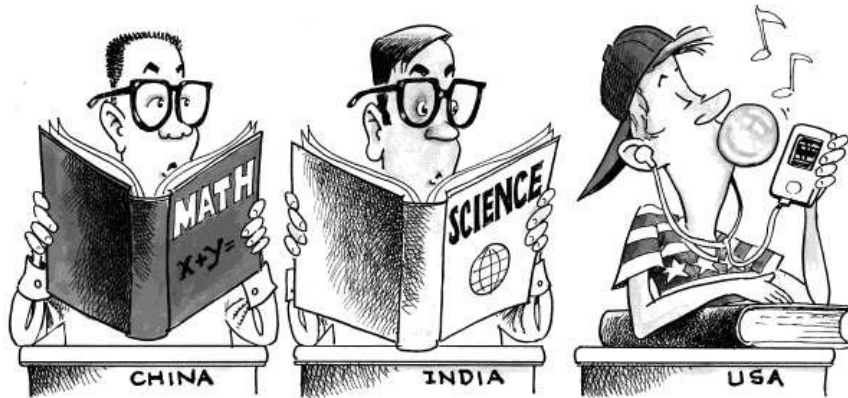


Avoiding the Middle Income Trap?



- **PIGS:** Portugal, Ireland, Greece, Spain
- **OTHER:** Mauritius, Equatorial Guinea, Israel, Puerto Rico
- **ASIAN TIGERS:** Hong Kong, Singapore, Taiwan, South Korea, Japan

Study habits...



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WHY CHINA CAN'T INNOVATE (HBR, 2014)

“The problem is not the innovative or intellectual capacity of the Chinese people, which is boundless, but the political world in which their schools, universities, and businesses need to operate, which is very much bounded.”