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CHINA AND THE WORLD



CHINA AND THE WORLD ECONOMY: A EUROPEAN PERSPECTIVE

JEAN PISANI-FERRY, MARCH 2010

IT HAS TAKEN EUROPE LONGER THAN THE US

to reach the 2000 level of the US, but the European debt has become a major problem. The US has been able to finance its deficit through the sale of Treasury bonds, while Europe has had to raise taxes and cut spending.

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8. China is a major economic power, but it has not yet reached the level of the US. The US has been able to finance its deficit through the sale of Treasury bonds, while Europe has had to raise taxes and cut spending.

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1 THE REBALANCING OF GLOBAL GROWTH

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(Figure 1a), China has been the largest foreign investor in the US since the early 1990s. In the decade before 2006 (Figure 1b), China accounted for a significant share of US foreign direct investment. By the end of the decade, the cumulative investment in China by US companies had exceeded that of the US in China (Figure 1c). Finally, the US has been the largest foreign investor in China since 2006 (Figure 1c). Finally, the US has been the largest foreign investor in China since 2006 (Figure 1c).

Figure 1a-d shows the cumulative investment in the US by Chinese companies. The data shows that the US has been the largest foreign investor in China since 2006 (Figure 1c). Finally, the US has been the largest foreign investor in China since 2006 (Figure 1c).

China's share of the world's GDP has increased from 14.6% in 2000 to 16.3% in 2007. The fact that the US has been the largest foreign investor in China since 2006 (Figure 1c) is consistent with the fact that the US has been the largest foreign investor in China since 2006 (Figure 1c).

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ii Current accounts and exchange rates

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ea i e ha . ed . A he i ab . f ce , a d he he a . a i a i , a h i i g , he i i e facce a ed ea i e de i e i c a i c . i e i h g i g i a i a d / a i g - i f i c a . e i a f e d d 9 i i c c h c 2 a . 1 (e i . 3 . 7 . 9 e)

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Whi e he e i d i e c i a he d i a e ,
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