

Name: \_\_\_\_\_

## China's Economy Teacher Key

1. List economic issues and challenges facing China.

*non-performing loans, inefficient state-owned industries, inequity between coastal and inland regions, environmental degradation, property-rights protection, huge debt, some sectors more developed than others*

2. Compare and contrast the Chinese and American economies by completing the following chart. Try to use the most recent data available.

*NOTE: Student answers may vary somewhat depending on the sources used and the years for which they found statistics.*

	<u>U.S.</u>	<u>China</u>
Type of government/economy	<i>democratic/capitalist, largely market-driven</i>	<i>communist/mix of centrally-planned and market-driven</i>
Population (worldwide share)	<i>293 million (4.6%)</i>	<i>1.3 billion (most populous) (1/5)</i>
Workforce	<i>141 million</i>	<i>744 million</i>
Unemployment rate	<i>5-6%</i>	<i>4-10%</i>
GDP (worldwide share)	<i>\$10.5 trillion (1/3)</i>	<i>\$1.65 trillion (3-4%)</i>
Average annual growth rate	<i>2-4%</i>	<i>8-10%</i>
Average income/GNI per capita	<i>\$41,400 (2004, US\$)</i>	<i>\$1,290 (2004, US\$)</i>
Poverty rate	<i>12%</i>	<i>10% (higher in rural areas)</i>
Arable land	<i>20%</i>	<i>10-15%</i>
Largest economic sector by % of economy by % of workforce	<i>services services</i>	<i>industry agriculture</i>

Worldwide rank for energy consumption	1	2
Worldwide rank for energy production	1	3
Worldwide rank for trade	1	3
Exports	<i>\$1.1 trillion</i>	<i>\$593 billion</i>
Imports	<i>\$1.8 trillion</i>	<i>\$561 billion</i>
Trade balance	<i>deficit</i>	<i>surplus</i>

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