## Workshop in China and World Economy (Spring 2016)

By Young-Rok Cheong ( 880-8514, e-mail: yrcheong@snu.ac.kr)

# Meeting Wed 14:00~17:00

# Office: GSIS Building New Wing # 610//

# Office Hour: Tuesday and Thursday 14:00~15:00 or by Appointment

1. **Outline of Class**

Chinese economy is a daily topic to the common people of the World. Moreover, having a new leadership of Xi Jinping, China is dreaming to be one of the strongest countries in the near future. It is the result of the successful transition from a socialist planned to a capitalistic market oriented economy in the past 3 plus decades. China only took her Open Door and Economic Reform Policy in 1978.

This course, in this respect, will discuss basically key characteristics of the recent Chinese economic transformation and emergence of new player in the world economy, which is a companion course with the Chinese Banking and Finance in the fall semester.

**2. Requirements**

There is no prerequisite for taking this course. However, students are required to prepare in three different directions; 1) consistent summary of most recent Chinese economic facts related with one’s own curiosity (1page), 2) reading assignments for joining discussions, and 3) preparing group project and presentation in the end of semester.

1. **Grading Criteria (Absents over 3 classes be automatic F)**
   * 1. Quiz(noticed in advance) and Attendance: 25%
     2. Summary: 25%
     3. Participation and Group project: 50%
2. **Class Schedule**

Part I Understanding Transformation

1. Introduction
2. Issue Identification (week 1); \*course outline
3. Chronological Review of China (week 2)
4. Government Policy Decision Making Process (week 3)
5. Reading Government Working Paper(Report) of 2016 (week 4)
6. Details
7. Major Economic Players (Agents): week 5~10
8. Firms/ SOEs, TVEs, JVs,
9. Consumers/ Households
10. Foreign Sector: How Big is External Sectors?
11. Government again

\*Public Goods Argument and Infrastructure Building

1. Financial System & Sectors
2. Welfare State Again/ Education/ R&D

\*Social Safety Network// Social Stability; Aging Population, Urbanization and HRS System

**\*substitute of midterm: presentation 1st proposal**

1. Regional Economic Development (week 11~13)
2. Role of GCC:

* HK and CEPA + Huanan (Zhu River Delta) +//Taiwan and ECFA+ Huadong (Shanghai)
* Singapore and Suzhou Industrial Park

1. Regional Development Policy in General and Coastal Area I
2. Regional Development II

\*Beijing(smog/ zhongnanhai// Chengdu and Go West Policy(new silk route)

Part II Impact to the World and Future Role &Evaluation // Mostly Student Presentation

1. Regional (neighboring) Economy: (week 14)
2. NEAR: China-Japan-Korea/ FTA/ Role of Korean Chinese/ North Korea
3. New Silk Road Project (One Belt One Road)

* ASEAN+3; Overseas Chinese
* SCO/ New Silk Routes /

1. Change in Global Economic Status

* Real Sector/
* Financial Sector: IMF/WB/ADB/ BRICs Development Bank

1. Middle Income Trap Argument and Prospects/

* 3 Gloomy Factors/ Shadow Banking/ Local Debts/
* Chinese Development Model in General; Theoretical Reviews,

\*Comparison with Asian Development Model

Side Readings

The World Bank , DRC (2013), China 2030 (Building a Modern, Harmonious, and Creative Society)

\*could be obtainable through the website of DRC. [www.drc.gov.cn](http://www.drc.gov.cn)

Ross Garnaut, Cai Fang and Ligang Song(2013), China: A New Model for Growth and Development

Gregory Chow(2007), China’s Economic Transformation,

Barry Naughton (2007), The Chinese Economy: Transitions and Growth

Renmin University (People’s University: 2007), Contemporary Chinese Economy (in Chinese)

Justin Yifu Lin(2012), Demystifying the Chinese Economy

**Tentative Meeting Schedule**

Mar 2 Introductions

Mar 9 Chronological Reviews

Mar 16 Government Policy Decision Making Process

Mar 23 Reviewing Government Working Report

Mar 30 Chinese Firms (SOEs to Private Companies)

Apr 6 Individual Households as Consumers (Emerging Consumption Power)

Apr 13 Foreign Sector//Proposal Presentation//

Apr 20 Government Role/ infrastructure investment

Apr 27 Financial System/ Proposal presentation (5 mins)

May 4 Human Capital/ Population/ Education/ R&D /Welfare State

May 11 Role of GCC

May 18 Domestic Regional Development I (student participation I)

May 25 Domestic Regional Development II (student participation II)

June 1 Economic Relationship with Neighboring Areas (student participation III)

\*Global Economic Status

June 8 Future Evaluations: Last Meeting (student participation III)

\*Chinese Development Model (Any Uniqueness?)