

**5th Annual WTC Alaska Statewide
Economic Forecast**

Economic Rise of China and India

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**WELLS
FARGO**

Wells Fargo HSBC Trade Bank, N.A.

HSBC 

COUNTRY COMPARISON



CHINA

Land Size (sq. miles)

INDIA

3,590,750

1,119,696

COUNTRY COMPARISON



CHINA

Population (000)

INDIA

1,322,000

1,130,000

COUNTRY COMPARISON



CHINA

Political System

INDIA

Communist

Democratic

COUNTRY COMPARISON



CHINA

GDP (Trillion)

INDIA

\$2.6

\$1.1

COUNTRY COMPARISON



CHINA

GDP Growth - 2007

INDIA

11.5%

8.5%

COUNTRY COMPARISON



CHINA

Consumer Price Index

INDIA

6.1%

6.4%

COUNTRY COMPARISON



CHINA

Unemployment

INDIA

4.3%

7.5%

COUNTRY COMPARISON



CHINA

Stock Market
Capitalization

INDIA

\$1.4 Trillion

\$800 Billion

COUNTRY COMPARISON



CHINA

FDI - 2007

INDIA

\$71 Billion

\$20 Billion

COUNTRY COMPARISON



CHINA

\$1.2 Trillion

\$956 Billion

Exports

Imports

INDIA

\$125 Billion

\$188 Billion

COUNTRY COMPARISON



CHINA

Exchange Rate
(per USD)

INDIA

7.24 Yuan

39.2 Rupee

CHINA AND INDIA'S SUCCESS



- Development of Markets
- Savings Rate
- Ag to Manufacturing
- Trade and Investment
- Asian connection
- Low wages and High Technology

CHINA



- GDP 11.5% in 2007
- Policy change from “prudent” to “tight”
- Bank Financing Tightens
- Inflation hits all time high of 6.9% during 2007
- Appreciation of the Yuan
- Record trade surpluses
- Foreign Direct Investment Strong
- Business is booming
- Stock Market Rising

INDIA



- Focus on growth and lower inflation
- GDP 8.5% in 2007
- Banking mechanisms
- Inflation impact with 2007 measures
- Keep Rupee above 40
- Trade Challenges
- Foreign Direct Investment Grows
- Industrial Outlook Mixed
- Stock Market Strong



THANK YOU