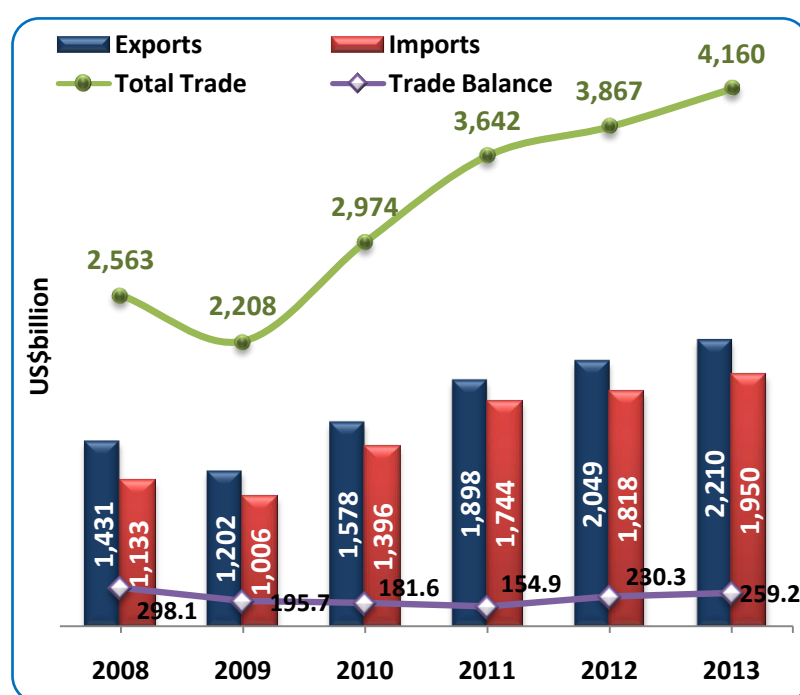


A Snapshot of Chinese Economy

Domestic Economy & Macroeconomic Overview

- ❖ China's real GDP growth was 7.7% in 2013, kept the same pace as in 2012.
- ❖ In absolute terms GDP stood at US\$ 9.2 trillion in 2013.
- ❖ Annual average inflation (CPI) was 2.6% in both 2012 and 2013, fell from 5.4% in 2011, owing to slower growth in food prices.
- ❖ Services sector takes up 46.1% of Chinese economy in GDP, followed by industry (43.9%) and agriculture (10.0%) in 2013.
- ❖ According to the analysis made by National Bureau of Statistics of PRC, China's economy showed good momentum of stable and moderate growth in 2013, which is hard-earned achievement. However, it should be kept in mind that the deep-rooted problems built up over time are yet to be solved in such a critical period for China's economy to develop and transform, and the economic momentum of being stabilized and picking-up need to be consolidated.
- ❖ Economic growth is estimated at 7.4% and 7.1% respectively in 2014 and 2015 by IMF. Faced with uncertain factors both in and abroad, efforts should be made to maintain stability. Being innovative and deepening the reform in all sectors of the social and economic development are of great importance, which will give impetus to economic development, economic transformation and upgrading, the improvement of people's livelihood, and finally for a sound and sustainable economic and social development.

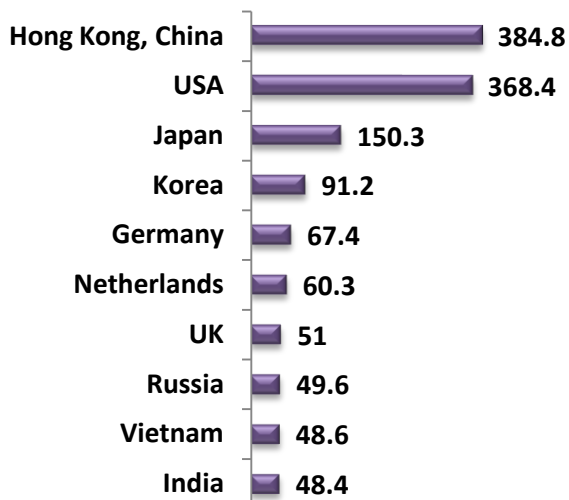
Trade and External Sector



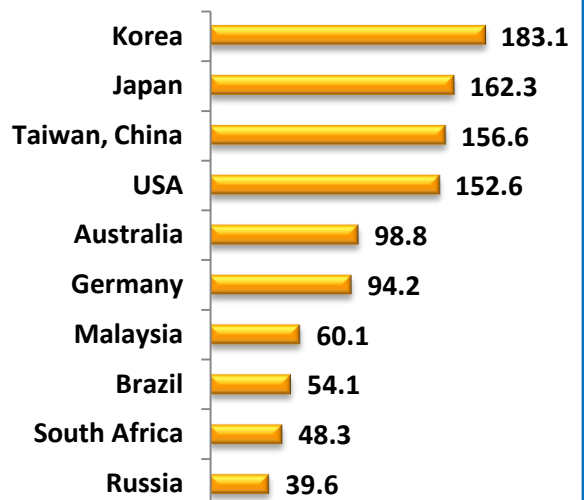
- ❖ China's merchandise trade increased from US\$ 2563 bn in 2008 to US\$ 4160 bn in 2013.
- ❖ Increase in trade surplus to US\$ 259.2 billion in 2013 from US\$ 230.3 billion in 2012.
- ❖ Exports-GDP ratio fell from 31.6% in 2008 to 24.1% in 2013.
- ❖ Share of China in world merchandise export was 11.7% in 2013, ranking first.
- ❖ Share of China in world merchandise import was 10.3% in 2013, ranking second.

Source: General Administration of Customs of the People's Republic of China.

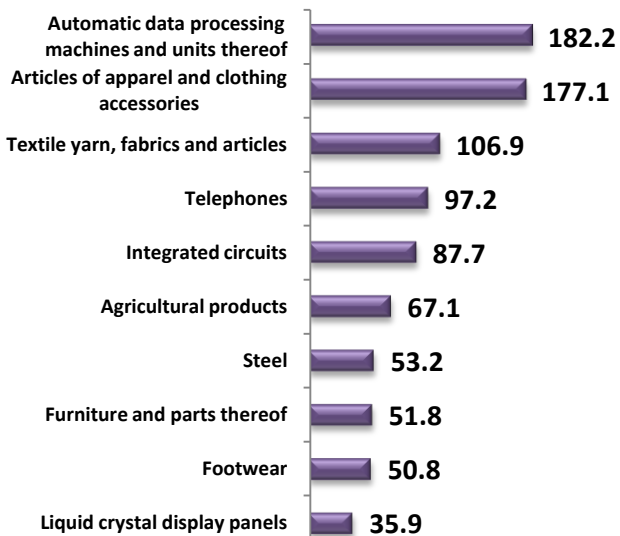
Top Export Destinations, 2013 (US\$ bn)



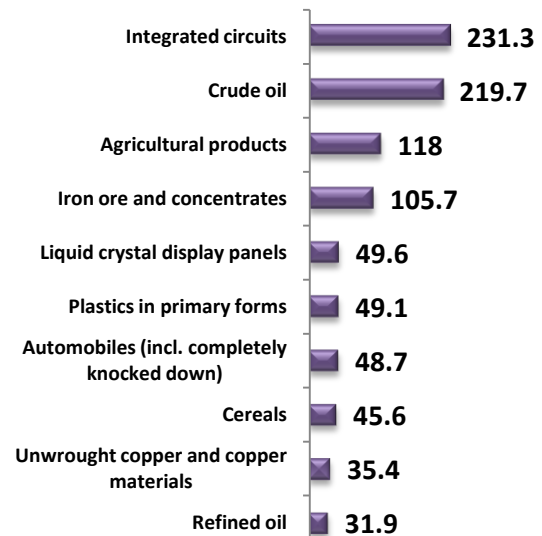
Top Import Sources, 2013 (US\$ bn)



Top Export Items, 2013 (US\$ bn)



Top Import Items, 2013 (US\$ bn)



Source: General Administration of Customs of the People's Republic of China.

China: Macroeconomic Structure

INDICATORS	2008	2009	2010	2011	2012	2013
GDP (at current prices, US\$ bn)	4521.8	4990.5	5931.2	7325.0	8220.9	9186.3
GDP Per capita (US\$)	3413.6	3748.7	4433.9	5449.6	6086.4	6766.7
Real GDP Growth (%)	9.6	9.2	10.4	9.3	7.7	7.7
Population (mn)	1328.0	1334.5	1340.9	1347.4	1354.0	1360.7
Inflation (CPI, annual avg. %)	5.9	-0.7	3.3	5.4	2.6	2.6
Gross Fiscal Deficit (% of GDP)	0.4	2.3	1.7	1.1	1.7	1.9
Exchange Rate (US\$/RMB yuan, avg.)	6.9451	6.8310	6.7695	6.4588	6.3125	6.1932
Exports (US\$ bn)	1430.7	1201.6	1577.8	1898.4	2048.7	2209.6
Imports (US\$ bn)	1132.6	1005.9	1396.2	1743.5	1818.4	1950.4
Trade Balance (US\$ bn)	298.1	195.7	181.5	154.9	230.3	259.2
Services Exports (US\$ bn)	146.4	128.6	170.2	182.1	190.4	210.5
Services Imports (US\$ bn)	158.0	158.1	192.2	237.0	280.1	329.1
Services Balance (US\$ bn)	-11.6	-29.5	-22.0	-54.9	-89.7	-118.6
Current Account Balance (US\$ bn)	420.6	243.3	237.8	136.1	215.4	182.8
<i>CAB as percentage of GDP (%)</i>	9.3	4.9	4.0	1.9	2.6	2.0
Forex Reserves (US\$ bn)	1946.0	2399.2	2847.3	3181.1	3311.6	3821.3
External Debt (US\$ bn)	390.2	428.6	548.9	695.0	737.0	863.2
<i>External Debt to GDP Ratio (%)</i>	8.6	8.6	9.3	9.5	9.0	9.4
<i>Total Debt Service Ratio (%)</i>	1.8	2.9	1.6	1.7	1.6	1.6
FDI Inflows (US\$ bn)	92.4	90.0	105.7	116.0	111.7	117.6
FDI Outflows (US\$ bn)	55.9	56.5	68.8	74.7	87.8	107.8

Source: National Bureau of Statistics of China; Ministry of Commerce of the People's Republic of China; General Administration of Customs of the People's Republic of China; State Administration of Foreign Exchange of the People's Republic of China.