

## Who won the Cold War? China!

### Multinationals' Investments

#### Investment Inflows

	Developed		Developing		Hong Kong		China		China +HK	
'83-'88 avg	\$72		\$20		\$1.3		\$1.8		\$3.2	
'89	\$172		\$29		\$1.1		\$3.4		\$4.5	
'90	\$117		\$25		\$1.7		\$3.5		\$5.2	
'91	\$115	-1.7%	\$42	68.6%	\$0.5	-68.9%	\$4.4	25.2%	\$4.9	-6.0%
'92	\$120	4.3%	\$50	19.0%	\$2.1	281.2%	\$11.2	155.5%	\$13.2	169.3%
'93	\$134	11.8%	\$79	58.8%	\$1.7	-18.7%	\$27.5	146.6%	\$29.2	121.0%
'94	\$146	9.4%	\$105	33.1%	\$2.0	20.0%	\$33.8	22.8%	\$35.8	22.6%
'95	\$206	40.5%	\$113	8.0%	\$2.1	5.0%	\$35.8	6.1%	\$37.9	6.0%
'96	\$220	6.8%	\$152	34.5%	\$10.5	398.1%	\$40.2	12.1%	\$50.6	33.4%
'97	\$271	23.5%	\$187	22.9%	\$11.4	8.7%	\$44.2	10.1%	\$55.6	9.8%
'98	\$483	78.0%	\$188	0.5%	\$14.8	30.0%	\$43.8	-1.1%	\$58.5	5.3%
'99	\$830	71.7%	\$222	17.9%	\$24.6	66.4%	\$40.3	-7.8%	\$64.9	10.9%
'00	\$1,121	35.0%	\$246	10.8%	\$61.9	151.9%	\$40.8	1.1%	\$102.7	58.2%
'01	\$609	-45.7%	\$212	-13.8%	\$23.8	-61.6%	\$46.8	14.9%	\$70.6	-31.2%
'02	\$442	-27.4%	\$166	-21.6%	\$9.7	-59.3%	\$52.7	12.6%	\$62.4	-11.6%
'03	\$361	-18.3%	\$179	7.5%	\$13.6	40.1%	\$53.5	1.4%	\$67.1	7.4%
'04	\$419	16.0%	\$283	58.4%	\$34.0	151.0%	\$60.6	13.3%	\$94.7	41.2%
'05	\$590	40.9%	\$314	11.1%	\$33.6	-1.2%	\$72.4	19.4%	\$106.0	12.0%
'06	\$858	45.3%	\$379	20.6%	\$42.9	27.6%	\$69.5	-4.1%	\$112.4	6.0%
<b>China's share '06 incl. HK:</b>									<b>30%</b>	
Total '90-'06	\$7,041		\$2,943		\$291	10%	\$681	23%	\$972	<b>33%</b>
Change '06	45%		21%		28%		-4%		6%	
CAC '90-'06	13%		19%		22%		21%		21%	
25% (w. HK)										

Source: Annex Research