

Contents

<i>Abstract</i>	<i>i</i>
1 Introduction	1
2 Brazil	3
2.1 Political, economic and social structure	3
2.2 The Brazilian Development Model at a glance	6
2.3 Sectoral analysis	9
2.4 Future prospects and challenges	12
2.5 EU-Brazil relations	15
2.6 Conclusions	17
References	17
3 Russia	19
3.1 Introduction	19
3.2 GDP growth and the ambivalent role of energy	20
3.3 Future prospects and challenges	24
3.4 Challenges for EU-Russia relations	29
3.5 Directions of EU-Russia relations	31
References	32
4 India	35
4.1 Background	35
4.2 Recent patterns of economic growth	37
4.3 Employment and the labour market	39
4.4 Education and employability	40
4.5 Economic policies	41
4.6 External trade and investment	42
4.7 Infrastructure	44
4.8 Telecom	45
4.9 Future prospects	46
4.10 EU-India relations	47
References	48
5 China	49
5.1 Background	49
5.2 Relative size of the Chinese economy	49
5.3 Strong fragmentation of the economy	49
5.4 Model of economic development	51
5.5 A more detailed picture of the Chinese economy at sectoral level	58
5.6 Future prospects and challenges	61
5.7 EU-China relations	63
References	64
6 Future challenges and opportunities for EU competitiveness	65
7 Summary results	67
Annex	70

List of Tables, Figures and Boxes

Table 4.1	Structural change in the Indian economy.....	38
Table 4.2	Growth rates of employment (per cent change per annum)	39
Table 4.3	Infrastructure deficits by sector and Eleventh Plan physical targets	44
Table 5.1	Structure of manufacturing industry in China and in the EU27, 2006/2007	59
Table A1	List of indicators for BRICs, year 2007	70
Figure 2.1	Population and economic geographical concentration.....	3
Figure 2.2	Brazilian official interest rate and exchange rate	7
Figure 3.1	Selected economic achievements of the Putin era.....	21
Figure 3.2	Russia's external sector and oil prices	21
Figure 3.3	Russian GDP growth and contributions of main components.....	22
Figure 3.4	Nominal and real rouble exchange rates	23
Figure 3.5	Economic growth by sectors, 2002-2008 (2002 = 100).....	25
Figure 3.6	Unit Labour Costs (ULC) in Russia: growth and contributions of key components, annual averages in %, 2000-2008	28
Figure 5.1	GDP, exports and imports of China, 1978 = 100.....	54
Box 5.1	Managing China's foreign exchange reserves.....	56