

# ■ CONTENTS

LIST OF FIGURES	XIV
LIST OF TABLES	XVI
LIST OF CONTRIBUTORS	XVII
<b>The economics of China: Successes and challenges</b>	1
Shenggen Fan, Ravi Kanbur, Shang-Jin Wei, and Xiaobo Zhang	
<b>PART I THE CHINA MODEL</b>	29
<b>1 From a manipulated revolution to manipulated marketization: A logic of the Chinese model</b>	31
Xiaopeng Luo	
<b>2 Transition to a market economy: Explaining the successes and failures</b>	36
Joseph E. Stiglitz	
<b>3 Chinese residents' rising income growth and distribution inequality</b>	42
Chen Zongsheng	
<b>4 The influence of foreign economists in the early stages of China's reforms</b>	47
Edwin Lim	
<b>5 China and India: The pattern of recent growth and governance in a comparative political economy perspective</b>	53
Pranab Bardhan	
<b>PART II FUTURE PROSPECTS FOR CHINA</b>	59
<b>6 Will China continue to prosper?</b>	61
Simon Cox	
<b>7 China's prospects for future growth</b>	66
Robert W. Fogel and Nathaniel Grotte	
<b>8 China's future performance and development challenges</b>	70
Dwight Perkins	
<b>9 Rebalancing China's growth</b>	75
Ligang Song	
<b>10 China's middle-income transition and evolving inclusive growth strategy</b>	80
Michael Spence	

<b>11 China's consumer revolution</b>	85
Yanrui Wu	
<b>12 Future strategy for growth and inclusion</b>	90
Guoqiang Tian	
<b>PART III CHINA AND THE GLOBAL ECONOMY</b>	95
<b>13 The global impact of China's growth</b>	97
Peter E. Robertson	
<b>14 Effects of China's trade on other countries</b>	104
Gordon H. Hanson	
<b>15 The internationalization of the renminbi</b>	109
Dong He	
<b>16 Antidumping and other trade disputes</b>	114
Chad P. Bown	
<b>17 US-China economic relations</b>	119
Stephen C. Smith and Yao Pan	
<b>18 China and the WTO</b>	125
Aaditya Mattoo and Arvind Subramanian	
<b>19 China's aid policy</b>	132
Deborah Bräutigam	
<b>PART IV TRADE AND THE CHINESE ECONOMY</b>	137
<b>20 The Chinese exchange rate and global imbalances</b>	139
<hr/>	
<b>21 Using tax-based instruments for innovative China's trade rebalancing</b>	145
John Whalley and Jing Wang	
<b>22 China's evolving trade composition</b>	150
Kym Anderson	

<b>26 Chinese tax structure</b>	178
Roger Gordon and Wei Li	
<b>27 Government expenditure</b>	183
Shuanglin Lin	
<b>28 China's high saving puzzle</b>	190
Guonan Ma and Dennis Tao Yang	
<b>29 Monetary policy in China</b>	194
Eswar Prasad and Boyang Zhang	
<b>30 China's inflation in the post-reform period</b>	200
Feng Lu	
<b>31 Local government debts</b>	207
Yiping Huang	
<b>32 China is headed for a financial crisis and a sharp slowdown</b>	212
Nouriel Roubini and Adam Wolfe	
<b>33 How can China's financial system help to transform its economy?</b>	217
Franklin Allen and Jun 'QJ' Qian	
<b>PART VI URBANIZATION</b>	223
<b>34 Urbanization in China</b>	225
J. Vernon Henderson	
<b>35 Urban wages in China</b>	230
Lina Song	
<b>36 Local investment climates and competition among cities</b>	235
David Dollar	
<b>37 The value of land and housing in China's residential market</b>	239
Yongheng Deng	
<b>38 The urban pension system</b>	243
Zheng Song, Kjetil Storesletten, Yikai Wang, and Fabrizio Zilibotti	
<b>PART VII INDUSTRY AND MARKETS</b>	249
<b>39 Development strategy and industrialization</b>	251
Justin Yifu Lin	
<b>40 Industrial upgrading and productivity growth in China</b>	256
Loren Brandt	
<b>41 Making clusters innovative? A Chinese observation</b>	262
Jici Wang	

<b>42 Markets and institutional change in China</b>	267
Victor Nee and Sonja Opper	
<b>43 Economic institutions and their impacts on firm strategies and performance</b>	273
Julan Du, Yi Lu, and Zhigang Tao	
<b>44 Insurance markets in China</b>	279
Hanming Fang	
<b>45 The future of private and state-owned enterprises in China</b>	285
Weiyang Zhang	
<b>46 Political economy of privatization in China</b>	291
Yasheng Huang	
<b>PART VIII AGRICULTURE AND RURAL DEVELOPMENT</b>	297
<b>47 Food security and agriculture in China</b>	299
Laixiang Sun	
<b>48 Food security in China</b>	304
Funing Zhong	
<b>49 Farm size and long-term prospects for Chinese agriculture</b>	309
Keijiro Otsuka	
<b>50 Agricultural R&amp;D and extension</b>	315
Jikun Huang and Scott Rozelle	
<b>51 Rural credit in China</b>	320
Calum G. Turvey	
<b>52 Farmer cooperatives in China: Development and diversification</b>	325
Huang Zuhui	
<b>53 Village governance in China</b>	330
Nancy Qian	
<b>54 Local governance and rural public good provision</b>	334
Loren Brandt	
<b>PART IX LAND, INFRASTRUCTURE, AND ENVIRONMENT</b>	341
<b>55 Land and development in China</b>	343
Chengri Ding	
<b>56 Infrastructure in China</b>	348
Sylvie Démurger	

<b>57 Doing good while doing well: China's search for environmentally sustainable economic growth</b>	353
Trevor Houser	
<b>58 Sustainable water resources management in China: Critical issues and opportunities for policy reforms</b>	358
Ximing Cai and Michelle Miro	
<b>59 Benefit–cost analysis of ambient water quality improvement in China</b>	364
Hua Wang	
<b>60 Climate change</b>	369
Ye Qi	
<b>PART X POPULATION AND LABOUR</b>	375
<b>61 What challenges are demographic transition bringing to China's growth?</b>	377
Fang Cai	
<b>62 Rural–urban migration in China</b>	382
Xin Meng	
<b>63 The Lewis turning point: Is there a labour shortage in China?</b>	388
Yang Yao	
<b>64 Labour and employment in China</b>	393
Yaohui Zhao	
<b>PART XI DIMENSIONS OF WELL-BEING AND INEQUALITY</b>	399
<b>65 China's well-being since 1990</b>	401
Richard A. Easterlin	
<b>66 Relative deprivation in China</b>	406
Xi Chen	
<b>67 Poverty</b>	411
Albert Park and Sangui Wang	
<b>68 Inequality and the reform era in China</b>	417
Carl Riskin	
<b>69 Inequality in China</b>	422
John Knight	
<b>70 Overcoming the middle-income trap in China: From the perspective of social mobility</b>	428
Hongbin Cai	

<b>71 Trends in food consumption and nutrition in China</b>	433
Baorui Wan	
<b>72 The Great Chinese Famine</b>	436
Douglas Almond	
<b>73 An emerging new form of social protection in twenty-first-century China</b>	441
Martin Ravallion	
<b>PART XII HEALTH AND EDUCATION</b>	447
<b>74 Economics of health transitions in China</b>	449
Gordon G. Liu and Samuel Krumholz	
<b>75 The changing landscape of rural health services in China</b>	456
Ling Zhu	
<b>76 Human capital, economic growth, and inequality in China</b>	459
James J. Heckman and Junjian Yi	
<b>77 Human capital: Schooling</b>	465
Haizheng Li and Qinyi Liu	
<b>78 The commanding heights: The state and higher education in China</b>	472
Rong Wang	
<b>79 Economics and business education in China</b>	478
Yingyi Qian	
<b>PART XIII GENDER EQUITY</b>	483
<b>80 Gender and China's development</b>	485
Xiao-yuan Dong	
<b>81 High sex ratio in China: Causes and consequences</b>	490
Hongbin Li and Lingsheng Meng	
<b>82 Gender and family</b>	495
Yu Xie	
<b>83 Women and agricultural labour in China</b>	502
Alan de Brauw	
<b>PART XIV REGIONAL DIVERGENCE IN CHINA</b>	507
<b>84 Regional divergence</b>	509
Kai-yuen Tsui	

<b>85</b>	<b>China's political-economic institution: Regionally decentralized authoritarianism (RDA)</b>	515
	Chenggang Xu	
<b>86</b>	<b>China's regional development strategy</b>	520
	Ying Du	
<b>PART XV</b>	<b>CHINA'S PROVINCES: SELECTED PERSPECTIVES</b>	523
<b>87</b>	<b>Anhui: Economic and social development</b>	525
	Peikun Dai	
<b>88</b>	<b>Guangdong: Maintaining leadership in China's next round of reforms</b>	529
	Wanda Guo	
<b>89</b>	<b>Guangxi: Rapid development</b>	532
	Zhongren Cui	
<b>90</b>	<b>Inner Mongolia Autonomous Region: Strategies and considerations of development</b>	535
	Chenhua Yang	
<b>91</b>	<b>Jiangsu: Pattern change and structural adjustment</b>	540
	Futian Qu	
<b>92</b>	<b>Ningxia: Poverty alleviation and development</b>	551
	Dongyu Qu	
<b>93</b>	<b>Shandong: Scientific development and new prospects</b>	556
	Chuanting Zhang	
<b>94</b>	<b>Shenzhen: From labour-intensive to innovation-driven economic growth</b>	561
	Jie Tang	
<b>95</b>	<b>Sichuan: A west-China province undergoing rapid development and change</b>	567
	Changwen Zhao	
<b>96</b>	<b>Tianjin: The third growth pole of China</b>	571
	Chen Zongsheng	
<b>97</b>	<b>Western regions: Ideas of cultural industry development</b>	576
	Qingsheng Xie	
<b>98</b>	<b>Zhejiang: Economic development</b>	579
	Jinchuan Shi	
<b>INDEX</b>		583