

Shift in the global economy and the rise of China: Implications for the EU

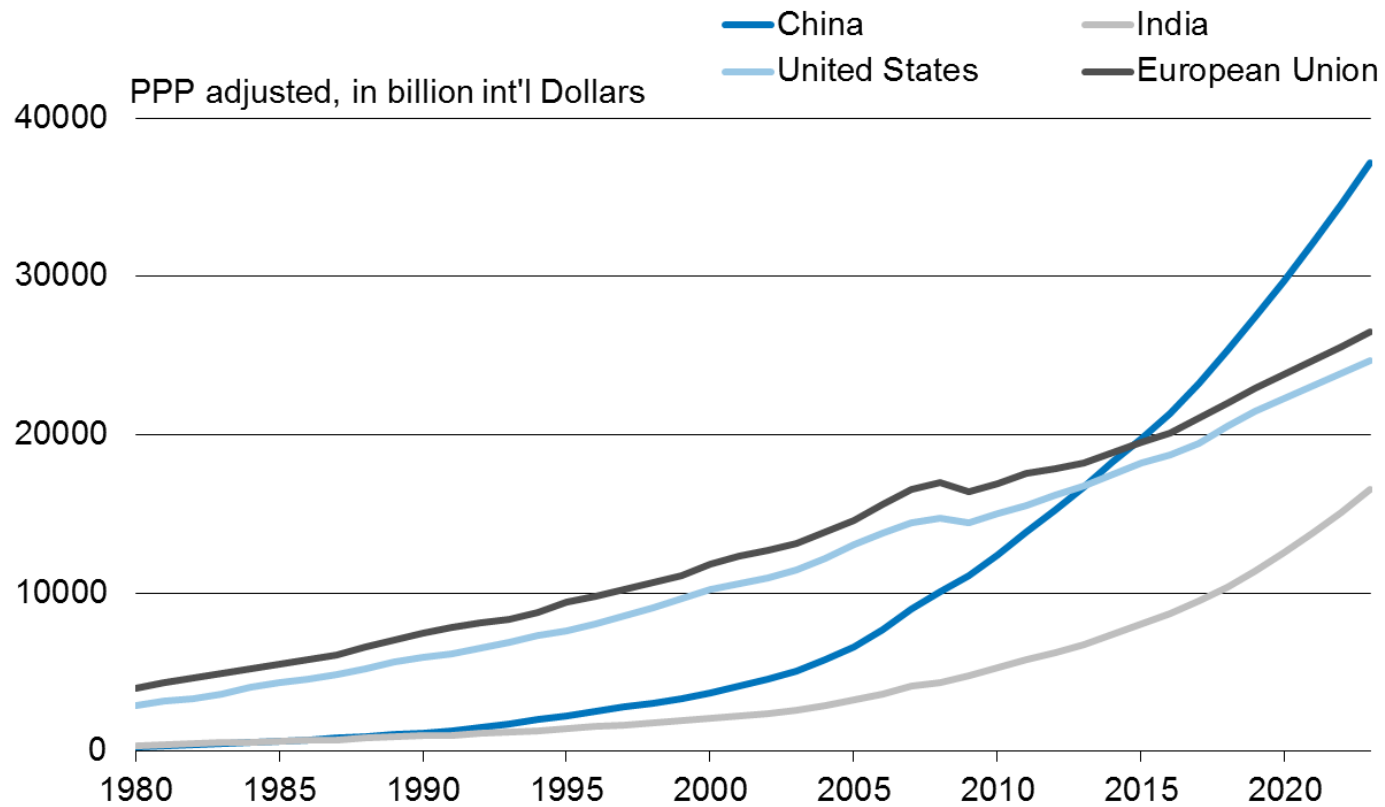
EEAG Report 2019

Swiss Re Rueschlikon March 20, 2019

Uncertainty

- Reversal of globalization or slowbalization?
- Policy uncertainties of Trump and Brexit?
- Response of the EU?

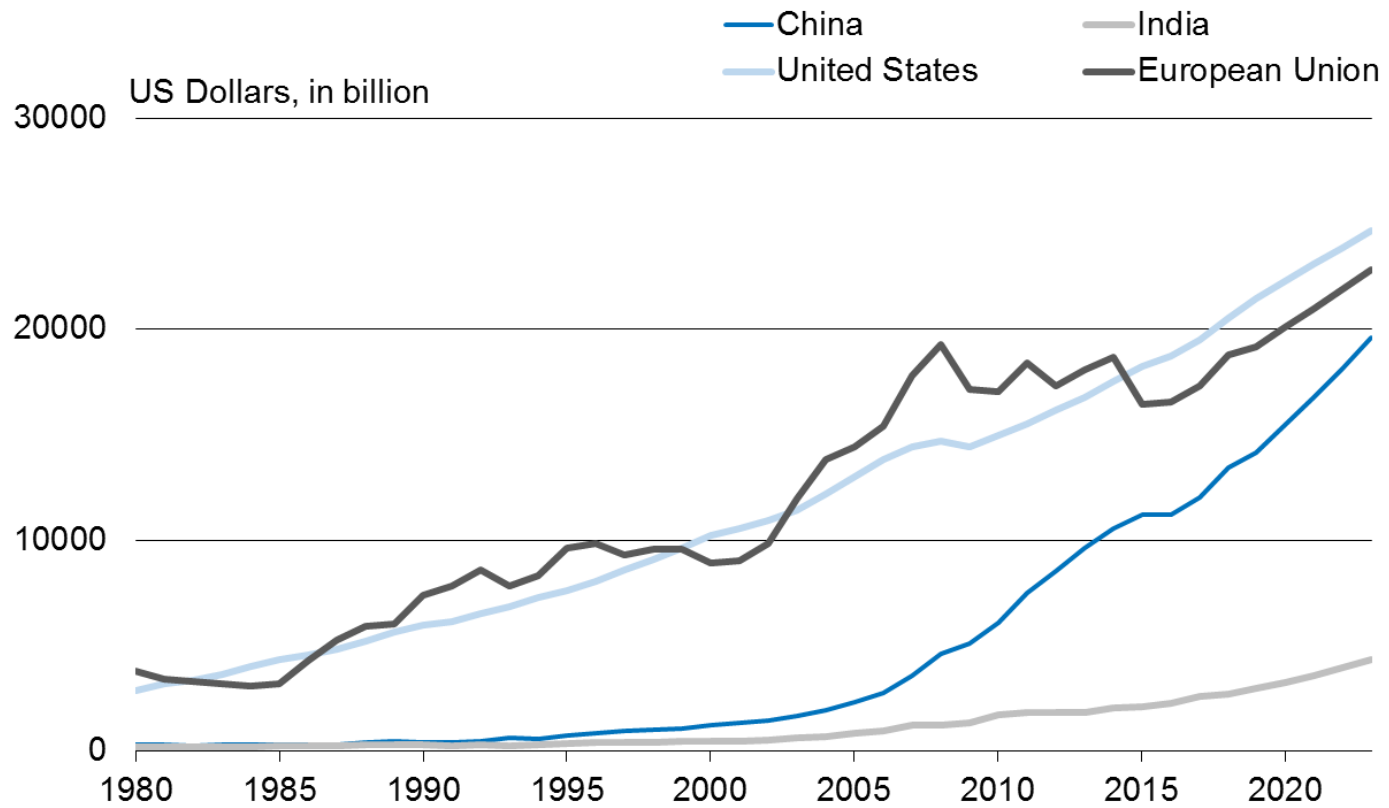
Gross Domestic Product of China, the EU, India, and the United States since 1980



Source: International Monetary Fund, World Economic Outlook (October

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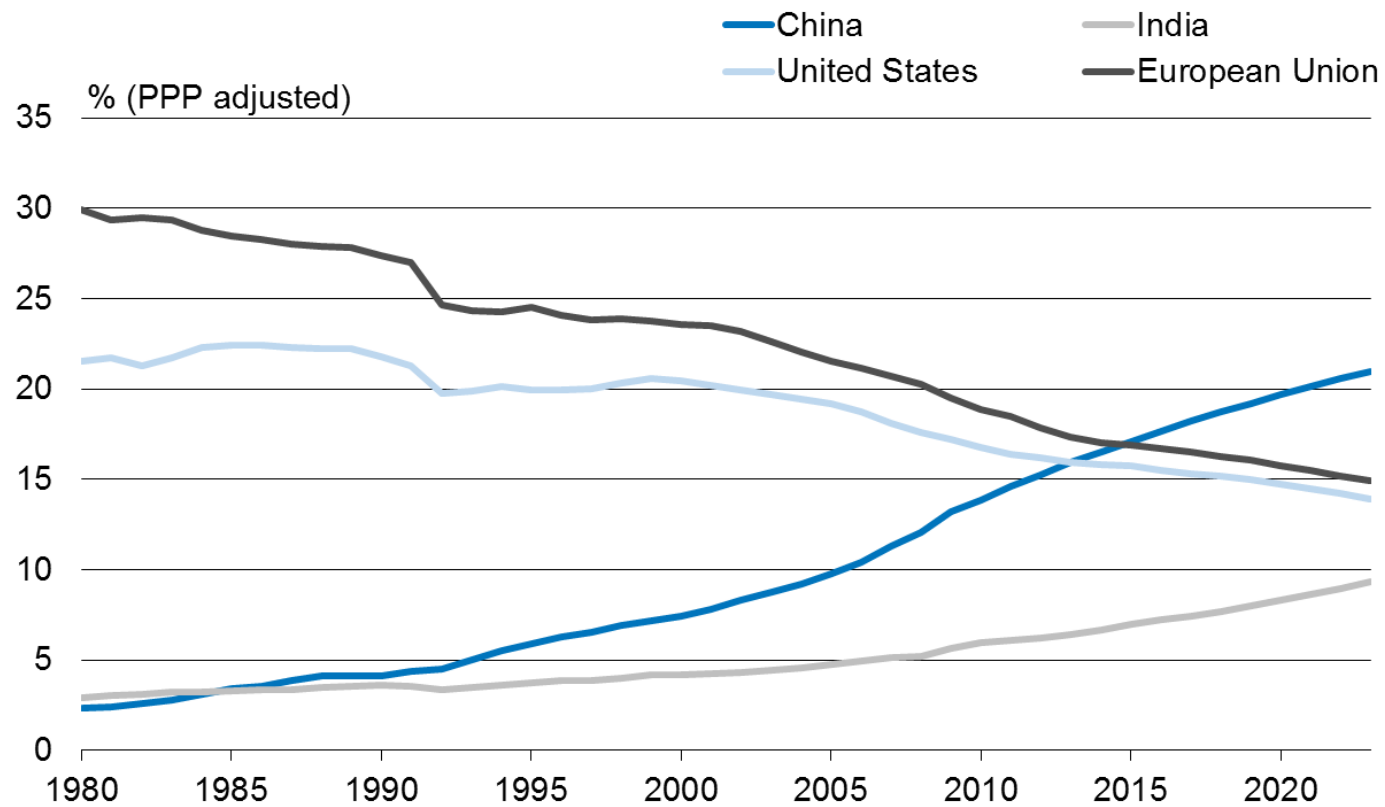
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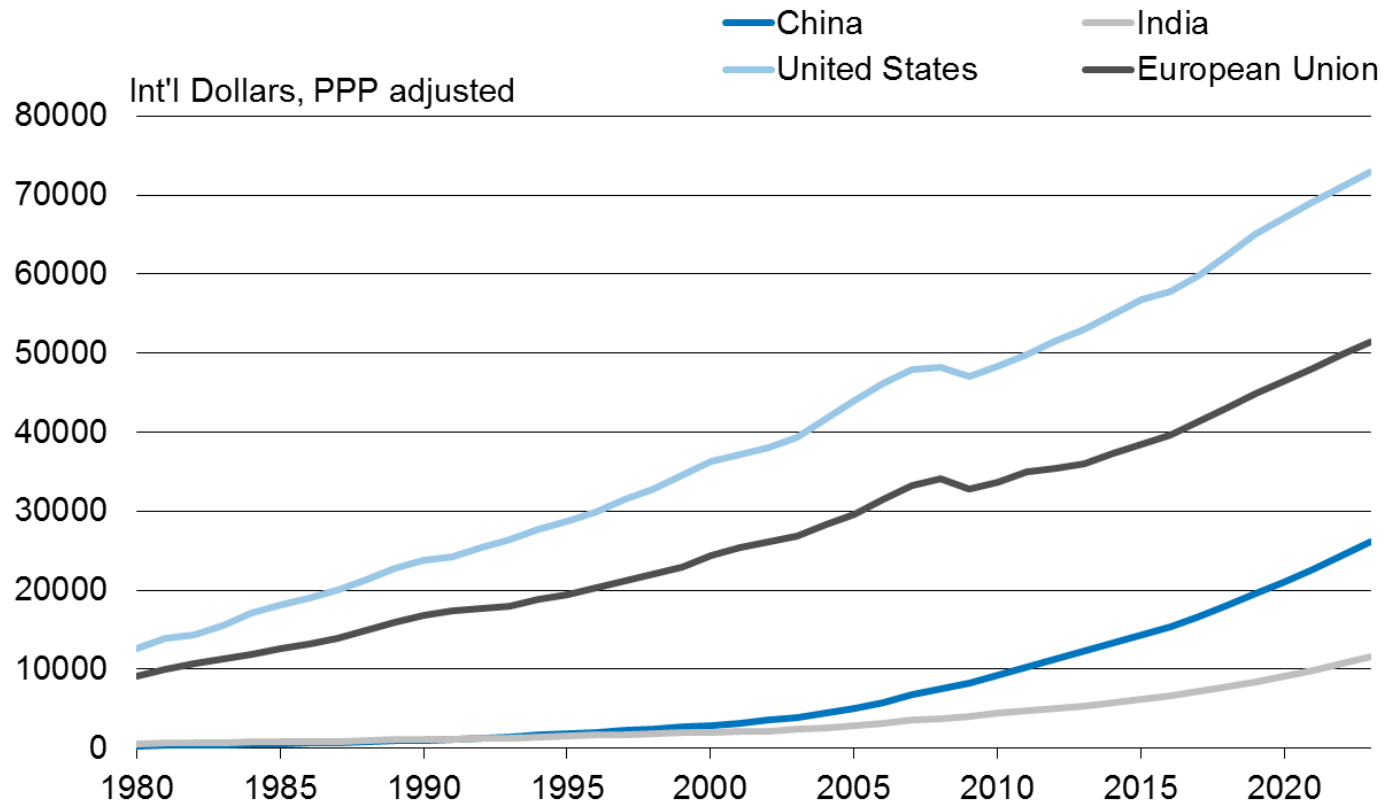
Share of World GDP of China, the EU, India, and the United States since 1980



Source: International Monetary Fund, World Economic Outlook (October

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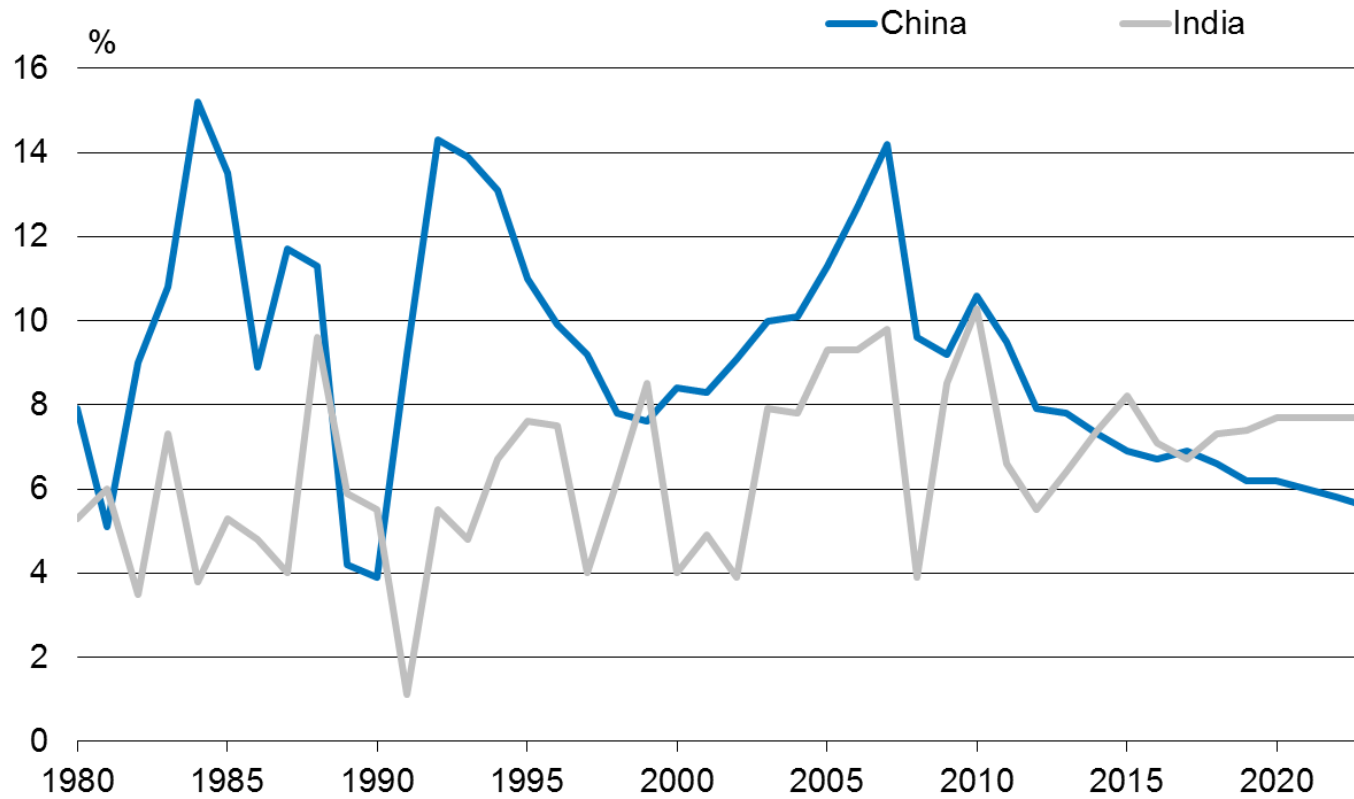
GDP per Capita of China, the EU, India, and the United States since 1980



Source: International Monetary Fund, World Economic Outlook (October

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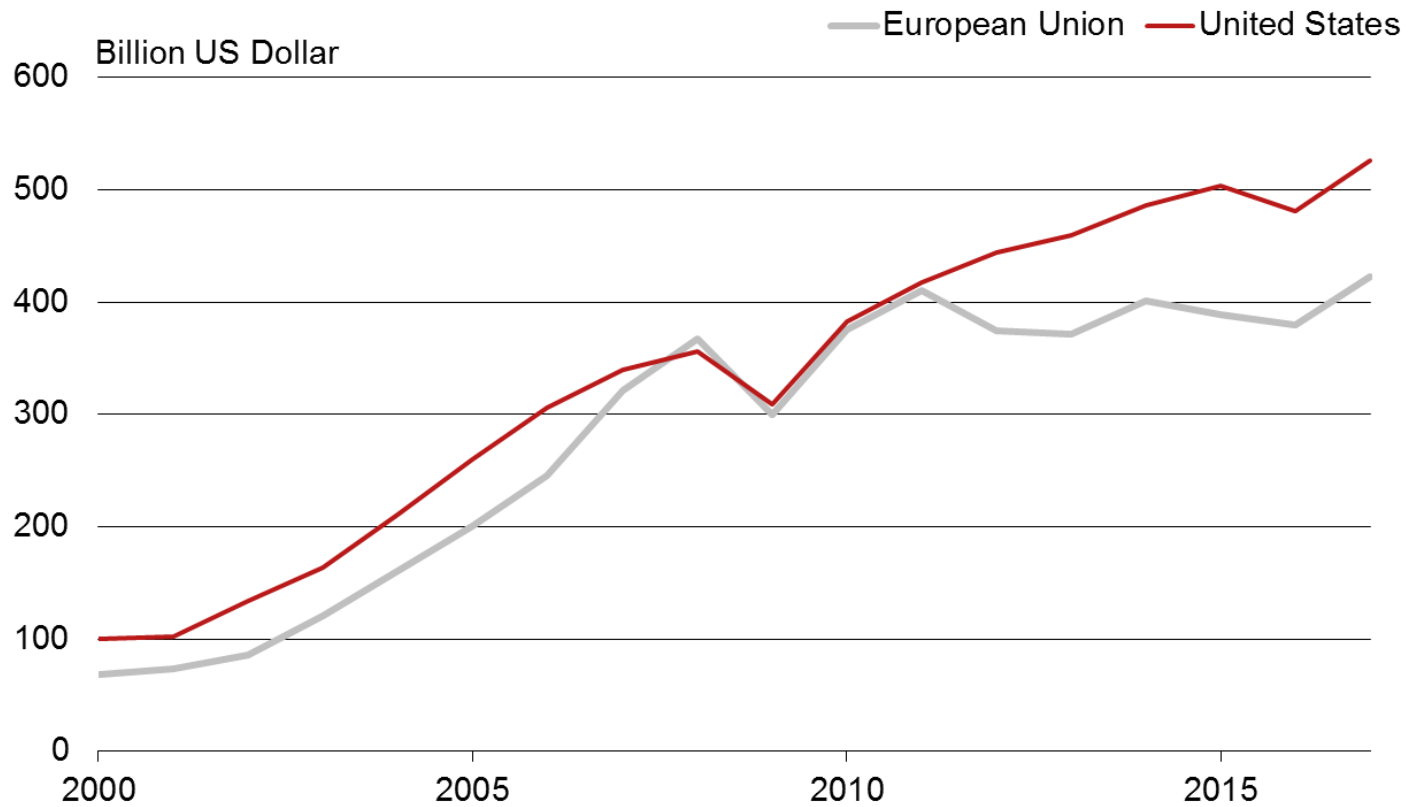
Real GDP Growth Rates in China and India since 1980



Source: International Monetary Fund, World Economic Outlook (October

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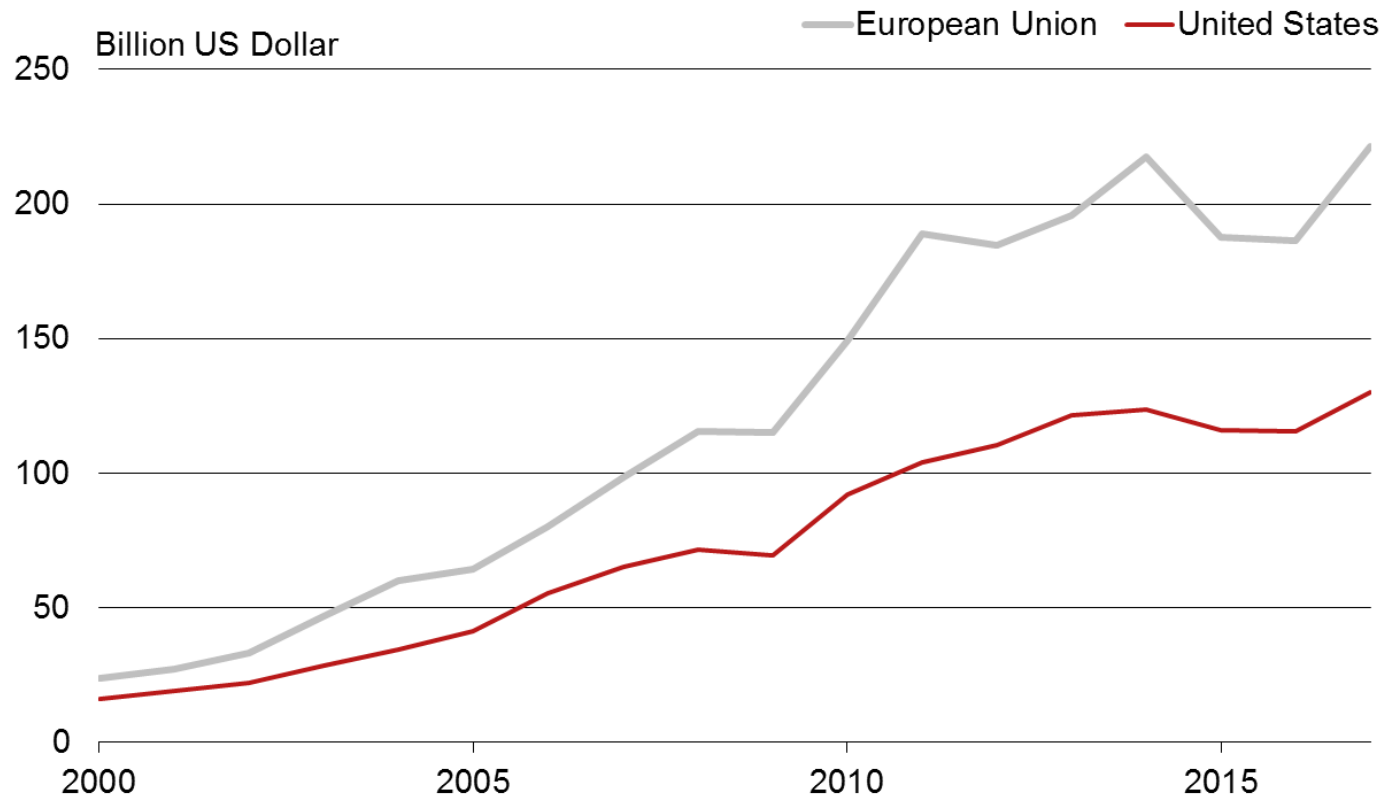
EU and US Imports of Goods and Services from China, 2000-2017



Source: UN Comtrade.

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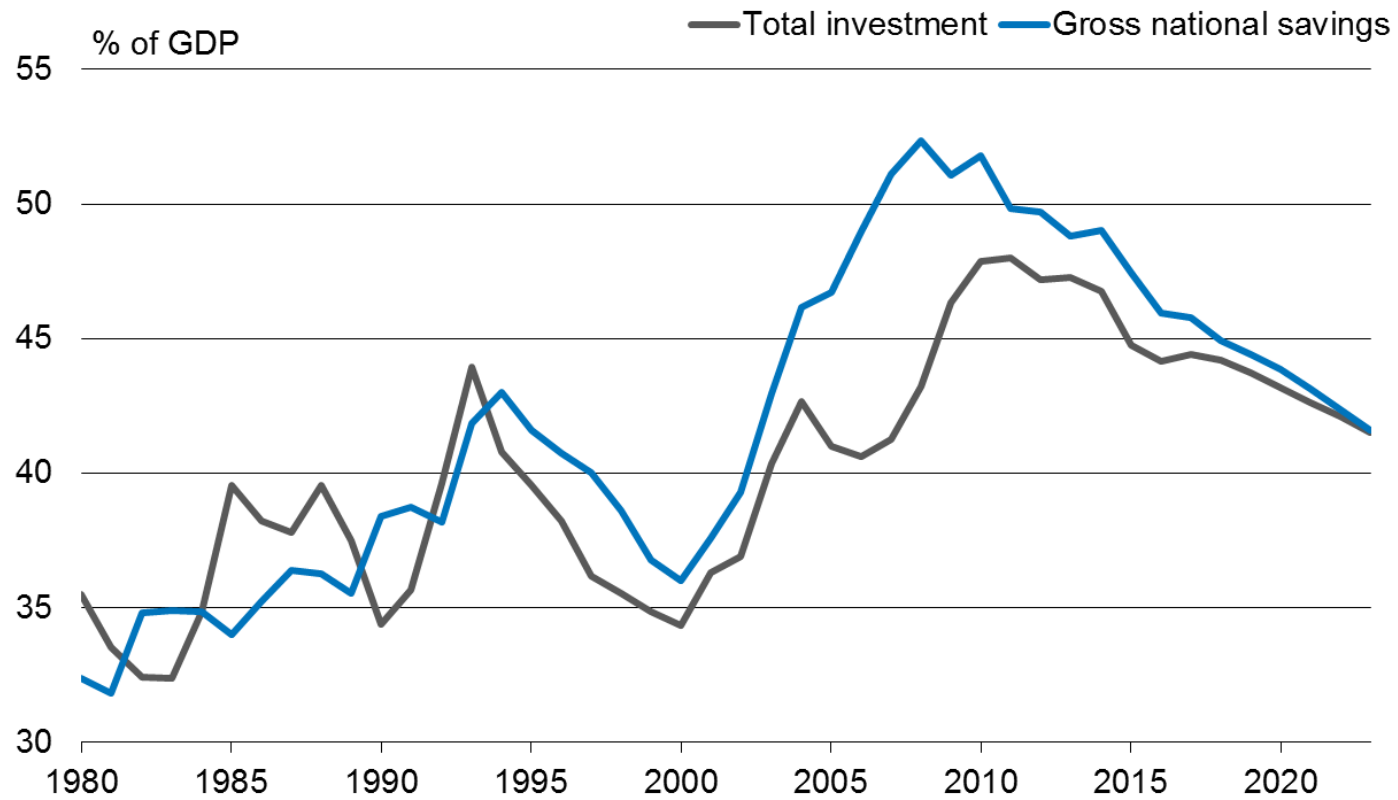
EU and US Exports of Goods and Services to China, 2000-2017



Source: UN Comtrade.

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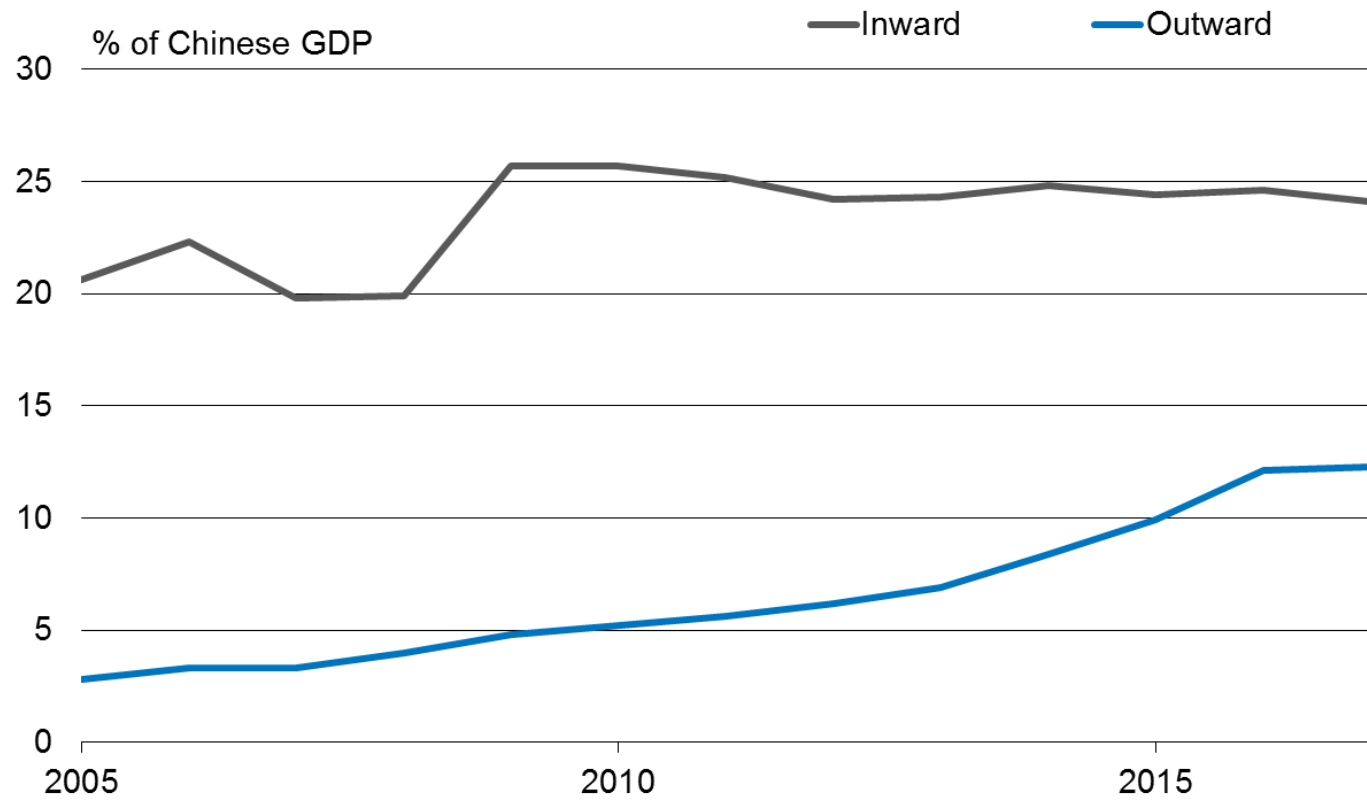
Savings and Investment in China since 1980



Source: International Monetary Fund, World Economic Outlook (October

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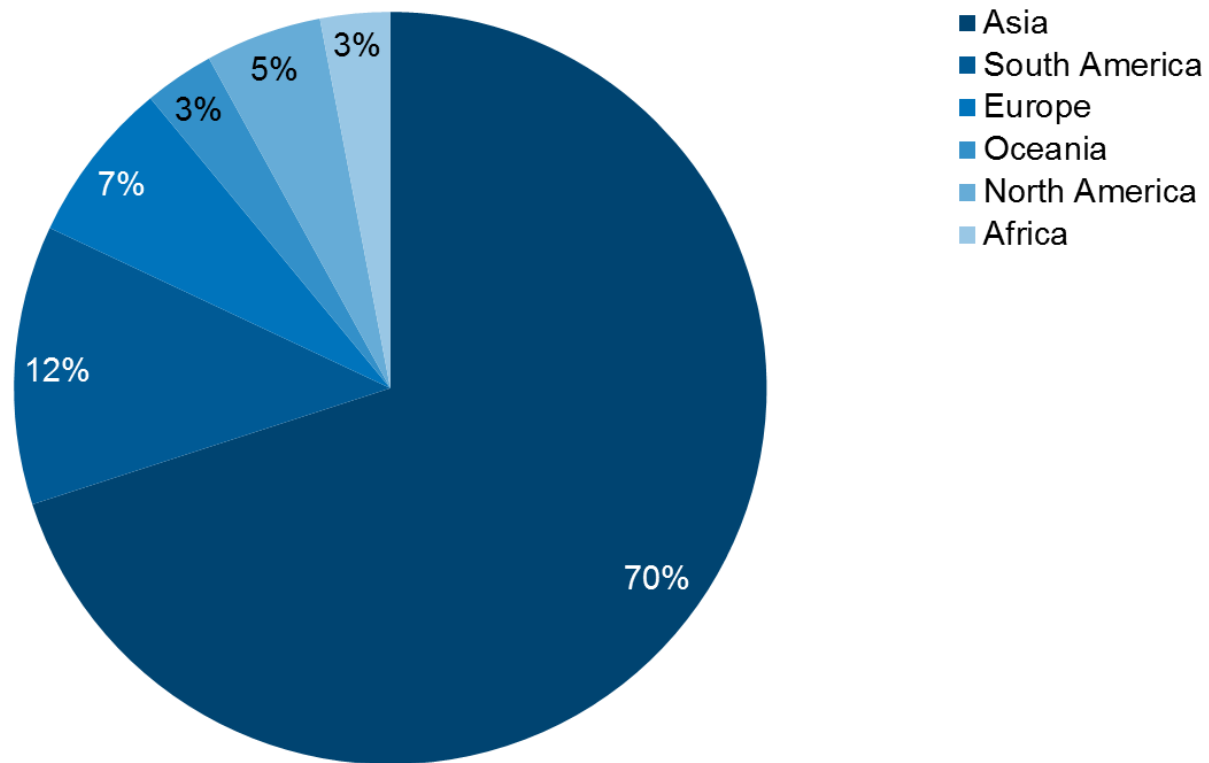
Inward and Outward FDI Stocks in China since 2005



Source: OECD, Foreign Direct Investment Stocks Data.

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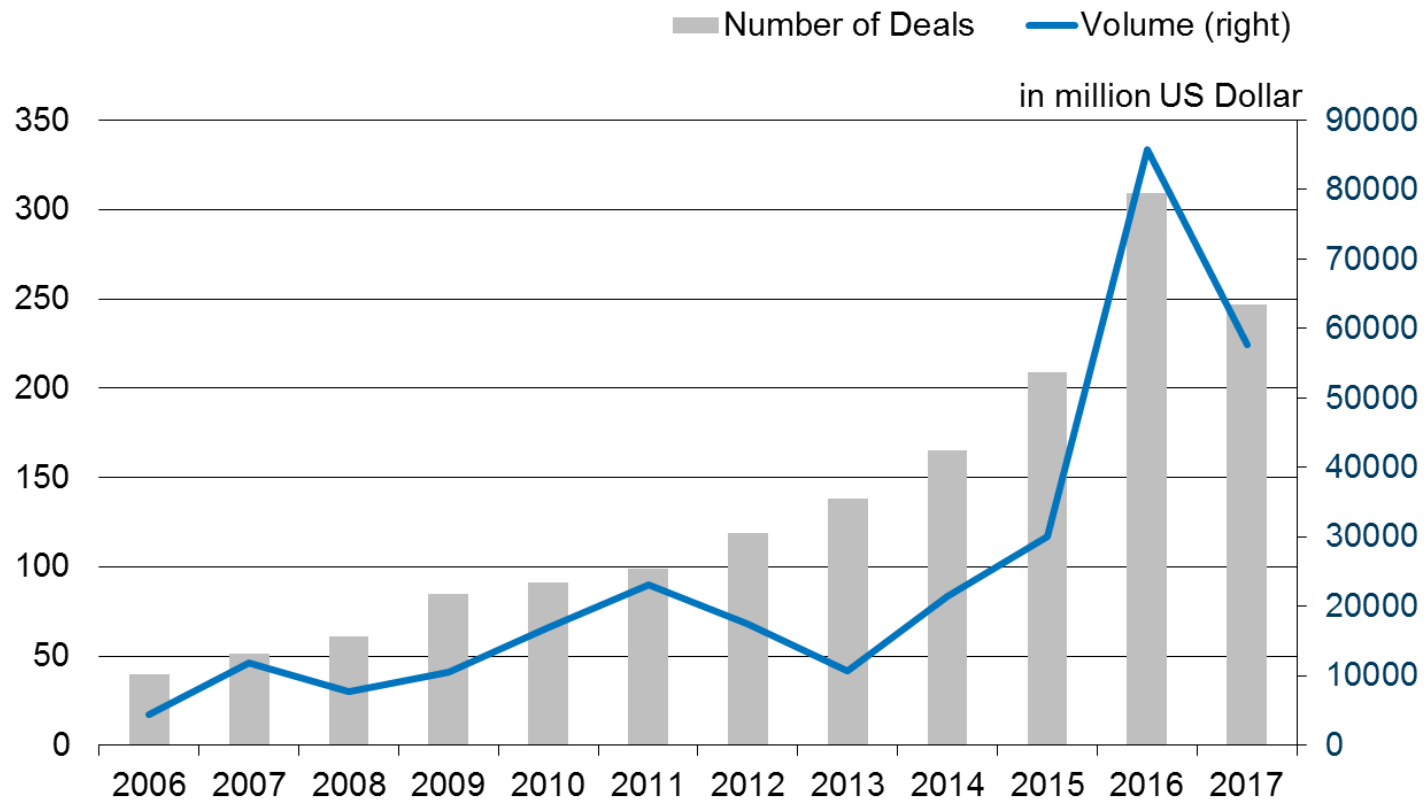
Chinese Outward Foreign Direct Investment Stock in 2017



Source: OECD, Foreign Direct Investment Stocks Data.

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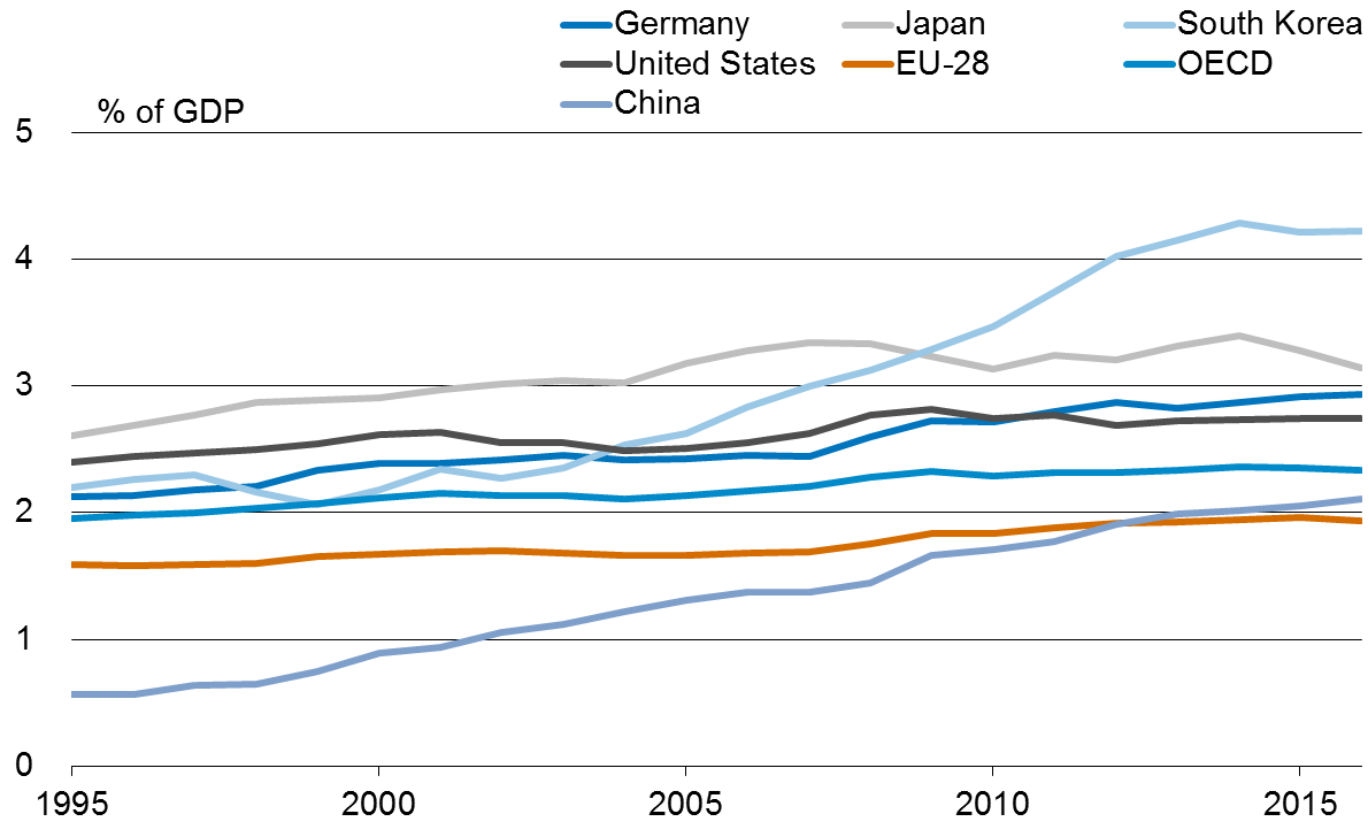
Merger and Aquisition Activities of China in Europe, 2005-2017



Source: Ernst & Young (2018).

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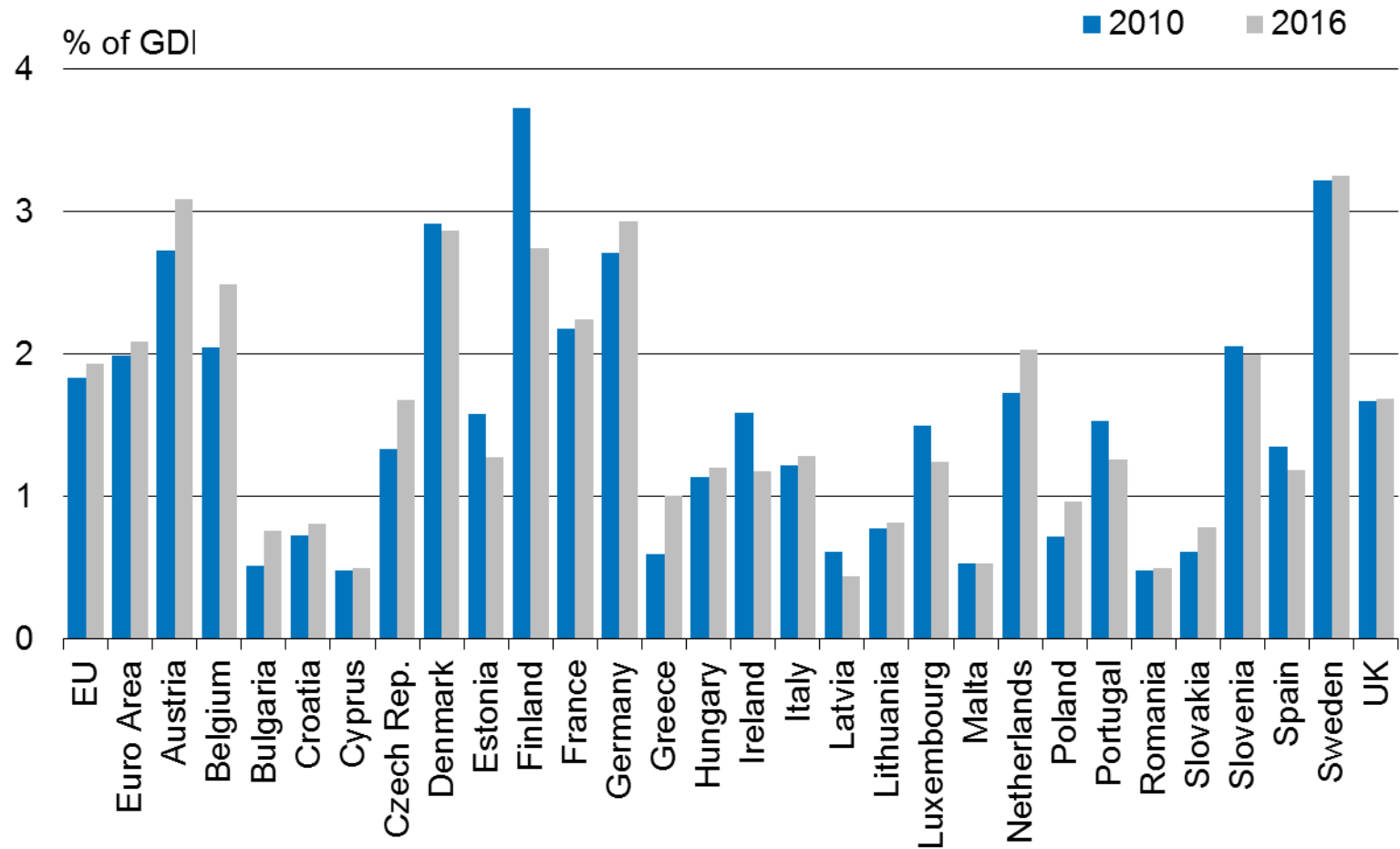
Spending on Research and Development for Selected Countries, 1995-2016



Source: OECD Science, Technology and R&D Statistics.

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Research and Development Spending in the European Union



Source: OECD Science, Technology and R&D Statistics.

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Policy issues

- Response to Made in China 2025 / OBOR
- Screening mechanism for investments
- Technology and research
- Protection of policy preferences (data privacy)
- National champions (Peter Altmaier)?

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