

Information About the Talk on “Some Recent Economic issues related to China”

China has been experienced an admirable economy growth since its adoption of the open door policy and the subsequent economic reform programs less than 30 years ago. The impacts of the Chinese economy on the global economy are usually discussed with the usual hyperbole. The discussion of economic issues related to China, however, are more often based on some imprecise, if not illusive, arguments rather than on sound and rigorous economic reasoning. In the talk, we offer a balanced-approach to decipher some hotly debated economic and policy issues related to China.

In the handout, we listed four issues:

1. Renminbi Valuation – Too High, Too Low, Or Do We Know?
2. Monetary Policy Independence
3. Outward Direct Investment Strategy
4. China’s Real and Financial Linkages with Her Neighboring Economies

The talk is based on the following articles:

Forthcoming:

China’s Current Account and Exchange Rate, with Menzie Chinn and Eiji Fujii, forthcoming *China's Growing Role in World Trade*, edited by Robert Feenstra and Shing-Jin Wei, University of Chicago Press for NBER.

2009:

Pitfalls in Measuring Exchange Rate Misalignment: The Yuan and Other Currencies, with Menzie D. Chinn and Eiji Fujii, *Open Economies Review* 20, 183–206.

China and Asia: Economic and Financial Interactions, co-edited with Kar-Yiu Wong, Routledge.

The Illusion of Precision and the Role of the Renminbi in Regional Integration, with Menzie D. Chinn and Eiji Fujii, in *Towards Monetary And Financial Integration In East Asia*, edited by Koichi Hamada, Beate Reszat, and Ulrich Volz, Edward Elgar Publishing. (http://papers.ssrn.com/sol3/papers.cfm?abstract_id=1008742)

Empirics of China’s Outward Direct Investment, with Xingwang Qian, *Pacific Economic Review* 14, 312-341. (http://papers.ssrn.com/sol3/papers.cfm?abstract_id=1392186)

2008:

Does the Chinese Interest Rate Follow the US Interest Rate?, with Dickson Tam and Matthew S. Yiu, *International Journal of Finance and Economics* 13, 53-67. (http://papers.ssrn.com/sol3/papers.cfm?abstract_id=976580)

2007:

The Economic Integration of Greater China – Real and Financial Linkages and the Prospects for Currency Union, with Menzie D. Chinn and Eiji Fujii, Hong Kong University Press. (ISBN 978-962-209-822-0)

http://www.hkupress.org/asp/bookinfo.asp?PD_NUM=9789622098220

The Overvaluation of Renminbi Undervaluation, with Menzie D. Chinn and Eiji Fujii, *Journal of International Money and Finance* 26, 762-785.

(http://papers.ssrn.com/sol3/papers.cfm?abstract_id=965402)

- The Fog Encircling the Renminbi Debate, with Menzie D. Chinn and Eiji Fujii, *The Singapore Economic Review* 52, 403 – 418.
- The Debate about the Undervaluation of China's Renminbi, La Follette Policy Report 16(2) (Fall 2006-Winter 2007), with Menzie Chinn and Eiji Fujii.
- 2006:
- The Chinese Economies in Global Context: The Integration Process and Its Determinants, with Menzie D. Chinn and Eiji Fujii, *Journal of the Japanese and International Economies* 20, 128-153.
(http://papers.ssrn.com/sol3/papers.cfm?abstract_id=462168)
- 2005:
- The Suitability of a Greater China Currency Union, with Jude Yuen, *Pacific Economic Review* 10, 83-103. (http://papers.ssrn.com/sol3/papers.cfm?abstract_id=553924)
- An Output Perspective on a Northeast Asia Currency Union, with Jude Yuen, in Paul De Grauwe and Jacques Mélitz eds., "Prospects for Monetary Unions after the Euro," Chapter 11, 289-317, The MIT Press.
- Listed on the SSRN's Top Ten download list: "CESifo: Monetary Policy & International Finance (Topic) Recent Hits"
- Dimensions of Financial Integration in Greater China: Money Markets, Banks and Policy Effects, with Menzie D. Chinn and Eiji Fujii, *International Journal of Finance and Economics* 10, 117-132.
- 2003
- China, Hong Kong, and Taiwan: A Quantitative Assessment of Real and Financial Integration, with Menzie D. Chinn and Eiji Fujii, *China Economic Review* 14, 281-303. (http://papers.ssrn.com/sol3/papers.cfm?abstract_id=382925)
- A Price-Based Assessment of Economic Integration: The Implications for Monetary Arrangements in East Asia, with Menzie D. Chinn and Eiji Fujii, in Choong Yong Ahn, Takatoshi Ito, Masahiro Kawai, and Yung Chul Park eds., "*Financial Development and Integration in East Asia*," chapter 6, 174-205, KIEP.

Most of these papers could be downloaded from
<http://ssrn.com/author=193306>