Index

Abed-el-Rahman, Kamel 82
accountability 225–9, 231–2, 237–8, 243–4
Acharya, Shankar xx, xxi, xxvi, xxvii, xxx
administrative expenditure 226–7, 231–2, 237–8, 243–4
advertising intensity 125–6, 129–37
Africa 49, 50, 51, 176
Aghion, Philippe 121
agriculture
China 9, 11, 63, 201, 226
India xxx, 26, 28, 37–8
Ahmed, Manzoor 150
Airtel 31
Álvarez, Roberto xxii, 98, 104, 106, 113
Apollo Hospitals Limited 155, 161
Arogya Raksha Scheme, Andhra Pradesh 152, 160, 171, 172
Arpana Swasthya Kendra, Delhi 152, 154, 169
Asia
Chinese exports, effect of 98, 109–10
development barriers xxvii–xxiii
development drivers xviii–xxvii
economic growth 46–51, 54–8
education 51–2
exports 51
global role xi–xiv, xvi–xviii
human capital 51–3
infant mortality 52
informal employment 176
investment climate 54
tariffs 53
wages 51–2, 53
Asian Century 46–8, 67
Bagha Jatin Hospital, Kolkata 152, 153, 169
Balassa, Bala 73
Bangladesh 46, 49, 51–2, 53, 54, 56, 62
banking lending to entrepreneurs, China caution 201–3
and legislative membership 203–20
private sector finance 199–200, 220–21
reform constraints 10–11, 60
Bardhan, Pranab xvii, 228
Barro, Robert xix
Benjamin, Dwayne 233
Bernard, Andrew 98
Bhatta, Surjit 32, 39
Bhutan 29, 30
Björkman, James Warner xxix
Bloom, David E. 147
Botswana 29, 30
Bourdieu, Pierre 206
Brandt, Loren 233
Branstetter, Lee 99, 111
Brazil 62, 110
Brülhart, Marius 81
bureaucracy 158–9
Burma see Myanmar
Cai, Fang xx, 177
capital xii–xiii, 14, 30–31
capital goods import intensity 127, 129–37
‘catching up’ (technological advancement) 17
Chattopadhyay, Raghabendra 226
Chen Jie 228
Chile
economic growth 29, 30
effect of Chinese exports 98
margins of Chinese exports 99–105, 115
prices of Chinese exports 105–8, 115
quality of Chinese exports 108–15
China
agriculture 9, 11, 63, 201, 226
consumption 59–60
development barriers xxvii–xxxii
development challenges 19–20, 47, 59–64
development drivers xviii–xxvii
economic growth 3–4, 10–20, 29, 30, 41–3, 46–51, 58–9
economic reform 4–10
economic research xiv
education 51–2, 57, 63
energy supplies 54
foreign direct investment (FDI) 12–13, 17, 53, 75
GDP (Gross Domestic Product) 4, 5, 12, 14, 48–51
global role xvi–xviii, 17–20, 41–3, 65–7
health care 63
human capital 51–3
inequality 62–4
infant mortality 52, 57, 62–3
investment 54, 57, 59–60, 64, 66–7, xxi–xxiii
literacy 51
population 33, 49
poverty 62
public sector 62–4
and rest of developing Asia (RODA) 54–8
social policy 47, 62–4, 66
structural constraints on reform 10–13
tariffs 53
unemployment 57
and the United States (US) 47–8, 65, 66, 67, 98, 103
wages 51–2, 53, 57, 63
see also entrepreneurs in China;
exports; informal employment in
China; labor markets;
liberalization; village elections, China
‘China plus’ xxiv
Chinese Communist Party (CCP) 204, 212, 221, 225
Chiranjeevi Yojana, Gujarat 152, 153, 162, 170
Claro, Sebastián xxii, 98, 104, 106, 113
climate change 48, 62, 65–6, 67
coal 61
competition 120–21, 122–37, 195–6
Comprehensive Labor Statistics
Reporting System (CLSRS) 179
consumption 59–60, 66
contract-based rights 13
Contract Responsibility System 6, 12
corruption xx, 221
countryside see rural areas
Craig, Patricia 147

Dahlman, Carl J. 126
democracy 58, 225–9, 243–4
demographic dividend 33
Deng, Xiaoping 6, 202
development
barriers to xxvii–xxxii
challenges 19–20, 47, 59–64
drivers xviii–xxvii
Dollar, David xvii, xviii, xxi, xxiv, xxvi, xxviii, xxix
domestic demand 59–60, 65
Du, Yang xx
dual-track system 9
Duflo, Esther 226
duopoly 121

earnings see wages
Eastern Europe 7, 49, 50, 74
dual-track‘ reform sequence 10
economic growth
Bangladesh 56
China 3–4, 10–20, 29, 30, 41–3, 46–51, 58–9
India 23–7, 39–41, 46–51, 56, 59, 67
Indonesia 29, 30, 46
Pakistan 56
Thailand 29, 30, 46, 56
and trade 29–30, 34, 51
United States (US) 59
Vietnam 29, 30, 46, 56
economic reform 4–13, 23–7, 28, 38
education 38–9, 51–2, 57, 63
Emergency Ambulance Services, Tamil Nadu 152, 170
employment 173–4
see also informal employment in
China
employment shocks 190–91
energy scarcity 47, 61, 65–6
energy supplies 35, 38, 54
Engardio, Pete xix
entrepreneurs in China
banks’ caution 201–3
finance strategies 220–21
growth of 199–200
legislative membership 203–20
personal skills 219–20
environmental impact xxviii, 48
Europe 7, 49, 50, 74
exchange control liberalization 76
export intensity 127, 129–37
exports
Africa 49
Asia 51
China, margins of 99–105, 115
China, prices of 105–8, 115
China, quality of 108–15
Eastern Europe 49
India 26, 43, 49, 51, 77–80, 93–4, 110
Japan 49
Latin America 49
liberalization, effects of 77–80, 93–4
and research and development (R&D) 121–2
United States (US) 49
extensive margin exports 99–105
Fan, Shenggen 226
Feenstra, Robert 103
finance for private enterprise, China
banks’ caution 201–3
entrepreneurs’ strategies 220–21
legislative membership 203–20
sources of xxxi, 199–200
financial sector, India 28
Finger, J. Michael 108
firm age 126, 129–37
firm size
bank lending 202–3, 220–21
finance advantages of 208–20
research and development (R&D) 125, 129–37
firms 31, 199–200
fiscal policy 26, 28, 33–5
Fixed-Point Survey (FPS) 229
Fontagne, Lionel 74
food markets, China 9
foreign direct investment (FDI)
China 12–13, 17, 53, 75
as development driver xxi, xxiv
foreign equity participation 126–7
India 76
and intra-industry trade (IIT) 86–8, 93–4
foreign equity participation 126–7
foreign exchange markets 9
Foster, Andrew 226
Four Little Dragons xvi
Free-Trade Zones 6
Freudenberg, Michael 74
Fukao, Kyoji 74
Gan, Li 226
gas 61
gasoline 61–2
GDP (Gross Domestic Product)
Africa 49
China 4, 5, 12, 14, 48–51
Eastern Europe 49
India 24, 25, 26, 40, 41, 46, 48–51
Japan 49
Latin America 24, 49, 50
rest of developing Asia (RODA) 48–51
United States (US) 49, 50
Giant Dragons xvi
Giles, John 236
Global Development Network (GDN) xiv, xviii
global economy
China’s growth 17–20, 41–3, 65–7, xvi–xviii
India’s growth 27, 29–30, 34, 39, 41–3
recession 47–8
globalization 57
Goldman Sachs 39
governance 57–8
gradualism in market reform 7
grassroots democracy 225–9, 243–4
Greenaway, David 82
Grubel, Herbert G. 81
Hamilton, Clive 81
Index

intensive margin exports xxii, 99–105, 115
inter-industry trade xxii, 73
interest rates 216–19
International Monetary Fund (IMF) 25
international trade see trade
intra-industry trade (IIT) definition 73
liberalization xxii, 73–5, 76–7, 93–4
patterns of 81–93
investment 14, 26, 47, 59–60
investment climate xxi–xxiii, xxiv, 51, 54, 57, 64, 66–7
iron rice bowl 173
Ishido, Hikari 74
IT (information technology) 43, 88
Ito, Keiko 74

Japan 33, 48, 49, 50
Jensen, J. Bradford 98
Jet 31
joint ventures 12–13

Kagan, Robert xiii
Karnataka Integrated Telemedicine and Telehealth Project 152, 162, 171
Karuna Trust, Karnataka 152, 153, 161, 162, 169
Kelkar, Vijay 39
Kelly, David xvi
Kennedy, John 226
Khanna, Tarun xvii, xxv
Klenow, Peter 99, 101, 102
Klundert, Theo van de 121
Kniest, Paul 81
Knight, John 14
Kreinin, M.E. 108
Kripalani, Manjeet xix
Kristof, Nicholas xvi
Kumar, Nagesh 125

labor markets
China 173–4, 195–6
flexibility xx–xxi, 195–6
human capital xix–xx, 51–3
India xxxi–xxxii, 35–7, 76
liberalization 75, 76, 94
see also informal employment in China
land 5, 11–13, 63, 243
Lardy, Nicholas 80, 99, 111
Larsson, B. Ross 126
Latin America
Chinese exports, effect of 98, 109–10
exports 49
GDP (Gross Domestic Product) 24, 49, 50
inequality 62
informal employment 176
literacy 51
population 49
Lee, Jong-Wha xix
legislative membership, China
empirical analysis of finance advantages 208–20
role of 203–8, 220–21
liberalization
China 75–6
as development driver xxi–xxiii
exports, effect on 77–80, 93–4
India 75–6, 122–37, 138
intra-industry trade (IIT) 73–5, 76–7, 81–94
and research and development (R&D) 122–37
and technological progress 119–20, 137–8
theoretical effects 120–22
see also openness; trade
literacy xix, 51
Lloyd, Peter J. 81
local government 207
see also legislative membership, China

Ma Yue 92, 93
Macau xxiv
Mahavir Trust Hospital 152, 172
Malaysia 29, 30, 110
manufactured goods 83–93
market concentration 124–5, 129–37, 142
market reform 4–13, 23–7, 28, 38, 120, 195–7
Mauritius 29, 30
Mexico xiv, 62, 110
middle class 31–2
migrant labor xxix, 182, 183–8, 197
Milner, Chris 82
Mitchell, Marc 147
Mobile Health Service, The Sunderbans 152, 162, 170
momentum 27–9
monopoly 121
Mookherjee, Dilip 228
Morrisson, Christian xix
mortality xix, 51, 52, 57, 62–3
Multipolar Century 48, 67
Murtin, Fabrice xix
Myanmar 46, 49, 52

National People’s Congress, China (NPC) 225, 227, 244
National Rural Employment Guarantee Scheme 35
natural resources xxviii, 47, 55–6, 61–2
NDTV 31
non-governmental organizations (NGOs)
definition 145
public–private partnerships 151, 154, 158, 159, 161, 163
role of 147–8, 150
non-profit organizations see non-governmental organizations (NGOs)

oil 61
oligopoly 121
‘open-door’ policy 6, 12, 53
openness xxii–xxiv, 29–30, 53
see also liberalization; tariffs
Organic Law of Village Committee (OLVC) 225, 227, 230
Organisation for Economic Cooperation and Development (OECD) 109–12
organizational legitimacy 205–6

Pakistan 46, 49, 51–2, 53, 54, 56, 62
Pamukcu, Teoman 125
Parameswaran, Mavannor xxii, xxiii
partial reform theory 9
partnerships see public–private partnerships
Pavitt, Keith 127
Peng Zhen 227
People’s Congress, China (PC) xxxi, 204–8, 212, 220–21
People’s Political Consultative Conference, China (PPCC) xxxi, 204–8, 212, 220–21
petrol 61–2
Philippines 46, 49, 51–2, 53, 54, 62, 110
political status see legislative membership, China
pollution xxviii, 61
population 33, 49
poverty 24, 62, 143–5, 147, 150–65
see also public–private partnerships, India
prices 105–8, 115
primary goods 83–93
private equity markets 222
private–public partnerships see public–private partnerships, India
private sector, China banks’ caution 201–3
definition 145
finance strategies 220–21
growth of 199–200
legislative membership 203–20
privatization 10–11, 38
productivity 13–17, 26
profit 125
property rights 5, 11–13, 63, 243
public–private partnerships, India advantages 143
case studies 150–51, 152, 169–72
characteristics of xxix–xxx, 149–50, 165–6
complexities of 147–9
definition 145–6
operational management 151–9
policy goals 160–65
types of 151–3
public expenditure 226–7, 231–2, 237–8, 243–4
public sector 28, 34–5, 62–4, 145
quality of exports 108–15

Rajan, Ramkishen xvi
Rajiv Gandhi Hospital, Karnataka 152, 153, 155, 160, 161, 169
Raman, A. Venkat xxix
Ranbaxy 31
rate of profit 125, 129–37
Rauch, James 113
Rawski, G. Thomas 177
Index

reform see economic reform; market reform
regional development 5–6, 8, 174–89, 196–7
see also village elections, China
rent seeking 221
research and development (R&D) economic growth in China 14–17
R&D intensity 122–3, 129–37
role of xxiii, 120
trade liberalization, analysis of 122–37, 138
trade liberalization theory 120–22
rest of developing Asia (RODA) 46–58
see also Asia
RNTCP 152, 172
roads 35, 36
Rodrik, Dani xxiii, 39, 99, 108, 110, 120
Rogi Kalyan Samiti, JP Hospital 152, 162, 171, 172
Rohwer, Jim xvi
Romalis, John 103
Rosenzweig, Mark 226
‘round tripping’ of FDI 17
Rozelle, Scott 226
rural areas 5, 11, 62–4, 66–7
rural–urban migration 62–4
rural–urban migration 62–4, 66–7
Sample Survey of the Population Changes (SSPC) 181
Saqib, Mohammed 125
scale intensive industries 127–37
Schmitz, Hubert xvi
Schott, Peter K. 80, 98, 99, 103, 105, 107, 108
science based industries 127–37
services sector 27
sewage facilities, India 37
Shamlaji Hospital, Gujarat 152, 162, 169
Shetty, Dr Devi Prasad 154–5
Shi, Yaoyang 226
shock therapy in market reform 7
Singapore xvi, 110
Singh, Manmohan 25
SMC Hospital, Jaipur 152, 157, 160, 169
Smulders, Sjak 121
social capital 206–7
social policy 47, 62–4, 66
social protection 188, 195
social security 10–11, 184, 195
soft-budget constraints 10–11
South Korea xvi, 29, 30, 110
Soviet Union 7, 13
special economic zones (SEZs) 6, 8
specialization 94, 105–8, 115
specialized supplier industries 127–37
Sri Lanka 29, 30
Srinivasan, T.N. xxviii
State Administration for Industry and Commerce (SAIC) 179
state role xxx–xxxii
structural changes 93–4
structural constraints xxx–xxxii, 10–13, 35–7
Subranabian, Arvind 39
Summers, Lawrence xvii
supplier dominated industries 127–37
Taiwan xvi, xxiv, 110
Tanzania xxx, 39
tariffs 53, 56
Tata Consultancy Services (TCS) xxiv, 31
technological progress xix–xx, 119–20, 137–8
see also research and development (R&D)
technology 6, 14–17, 29, 43, 122
technology import intensity 127, 129–37
Thailand
Chinese exports 110
economic growth 29, 30, 46, 56
education 52
infant mortality 52, 62
investment climate 51, 54
population 49
tariffs 53
wages 51–2, 53
township and village enterprises (TVEs) 5
trade
and economic growth 29–30, 34, 51
global flows xiii
liberalization effects xxii–xxiii, 77–80
and research and development (R&D) 122–37
and technological progress 119–20, 137–8
theoretical effects 120–22
see also intra-industry trade (IIT);
liberalization
transparency 202, 203

unemployment 10, 57, 173–4
see also informal employment in
China
United States (US)
and China 47–8, 65, 66, 67, 98, 103
economic growth 59
energy scarcity 61
exports 49
GDP (Gross Domestic Product) 49, 50
global role xiii–xiv
informal employment 176
population 33, 49
trade deficit 59–60
urban areas 5–6, 11, 35, 62–4, 66–7
Urban Slum Health Care Project, Andhra
Pradesh 152, 157, 162, 170
Uttaranchal Mobile Hospital and
Research Centre 152, 162, 171

value-added share (VAS) 126, 129–37
Veeramani, Choorikkadan xxii
Verdoom, P.J. 73
vertical integration 126
vertical intra-industry trade (VIIT) 74,
82–93, 94
Vietnam
economic growth 29, 30, 46, 56
education 52
infant mortality 52, 62
investment climate 54
population 49
tariffs 53, 56
wages 51–2, 53

village committees, China 227–9
village elections, China
as development drivers xxv–xxvi
effects of 225–9, 243–4
empirical analysis 229–43

wages 46, 51–2, 53, 57, 63, 183–7, 189
Wang, Meiyian xx
Wang, Yidan 149
Westphal, Larry E. 126
Winters, L. Alan xxi
Wipro xxiv, 31
Wittelooostuin, Arjen van 82, 86, 88, 92,
93
Wooldridge, Jeffrey 128
working conditions 195
working hours 188, 195
World Bank 25, 164
World Trade Organization (WTO) 17, 18,
53, 75, 173, 221
WuDunn, Sheryl xvi

Xu, Lixin 226
Yan, Shen xxv–xxvi
Yao, Yang xxv–xxvi, 226
Yeshasvini Health Insurance Scheme
152, 153, 154, 160, 171, 172
Yueh, Linda xvii, xx, xxi, xxx, 14
Yusuf, Shahid xxi

Zedillo, Ernesto xiv
Zee 31
Zhang, Jianhong 82, 86, 88, 92, 93
Zhang, Linxiu 226
Zhang, Xiaobo 226
Zhong, Yang 228
Zhou, Chaohong 82, 86, 88, 92, 93
Zhou, Wubiao xxxi
Zhu, Rongji xiv