# China in the World Economy

Autumn 2022

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• Seminars + essay + exam

• 1st seminar – position paper from an assigned perspective – **5 points** 

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- 2nd seminar group presentation EU policy towards China in a given area 5 points

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- Essay China in 2050 **5 points**
- Exam 4 open questions 20 points

- 35-32,5 points "A"
- 32-29,5 points "**B**"
- 29-26,5 points "**C**"
- 26-23,5 points "**D**"
- 23-20 points "E"
- 19,5-0 points "**F**"

#### Contents of the course

- Today introductory about China's geography and history
- Relative decline of China after 1800 "Century of humiliation"

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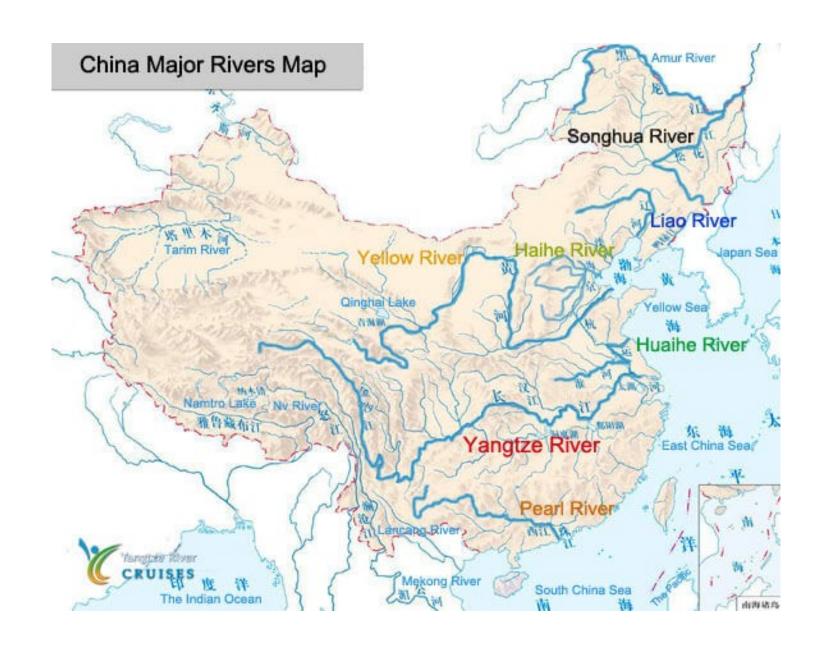
- Today introductory facts about China's geography and history
- China's relative decline after 1800 "Century of humiliation"

• It is not going to be on the test ©

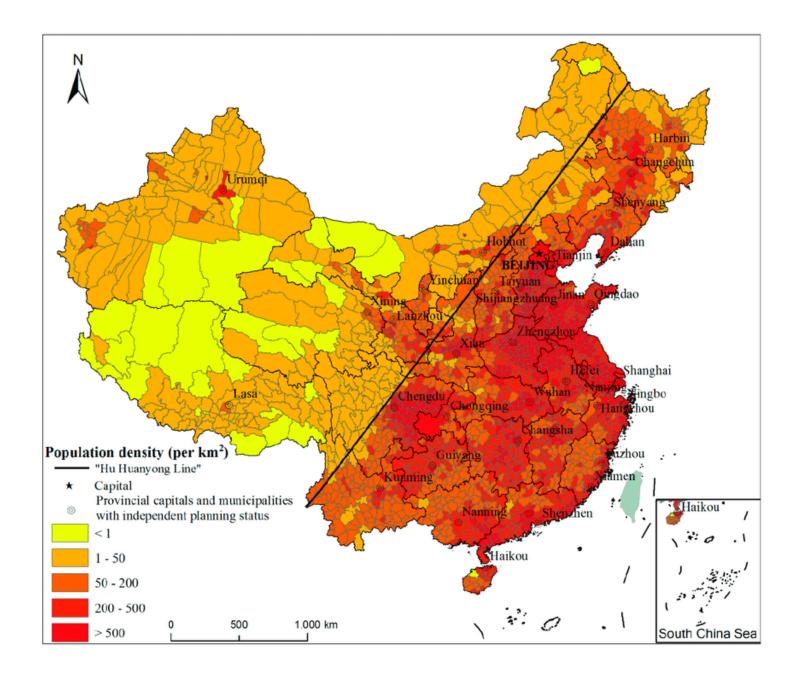
#### Contents of the course

- Other topics covered by the course:
- Next week Marxism and its evolution
- Waves of reforms after 1978
- China's role in WTO, IMF, WB
- Belt and Road Initiative
- China's contemporary economic and technological ambitions under Xi Jinping
- Trade war with the United States, deteriorating relations with EU

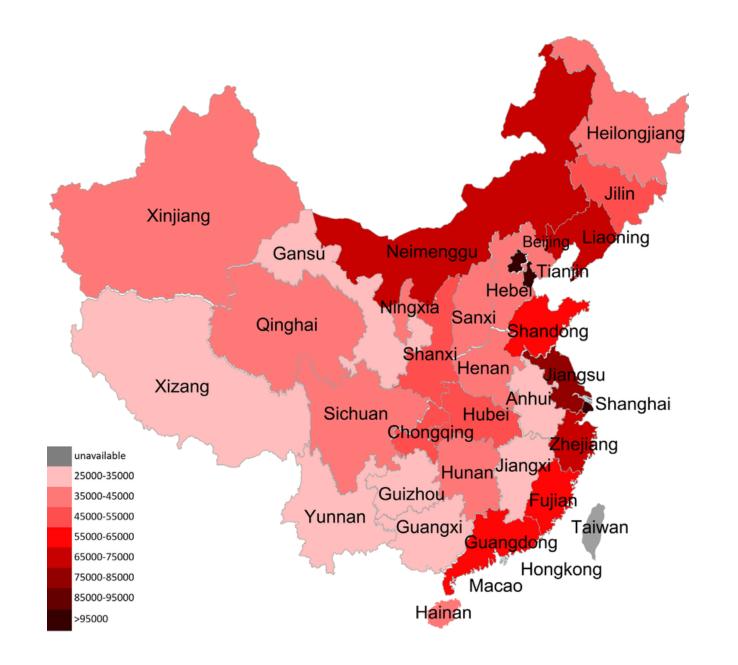
# Geography of China

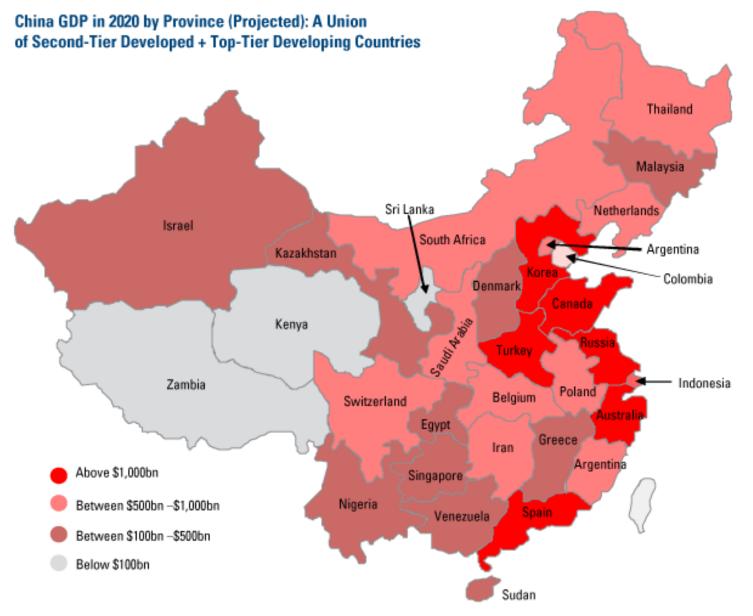












Source: HSBC, CEIC, IMF, CIA

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- > unbroken line of legitimate rule from the Bronze Age to Xi Jinping

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- Many conquest dynasties established by violent invasions (Manchu, Mongols)

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  often ruled by indigenous leaders and chiefs
- Taiwan only partially conquered in mid-1600s, treated as a neglected backwater until being ceded to Japan in 1894

• "Celestial Empire"

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- > natural disasters or military defeats signal the fact that Heaven is displeased

Security

- Security periodic invasions by steppe tribes
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- Nomadic vs. settled civilization
- Nomads no conception of permanent borders or fixed property > no respect for China's state
- Mobility, personal fighting prowess





- China large population, organized military (mostly infantry)
- Nomads mostly caused small-scale plunder
- Large tribal confederations = existential threat











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- The interior of China, however, was mostly demilitarized and administered by civil bureaucrats = mandarins

• Mandarins – official-scholars





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- Imperial examinations Confucian philosophy and morality > dedication to the Emperor and to serving justice

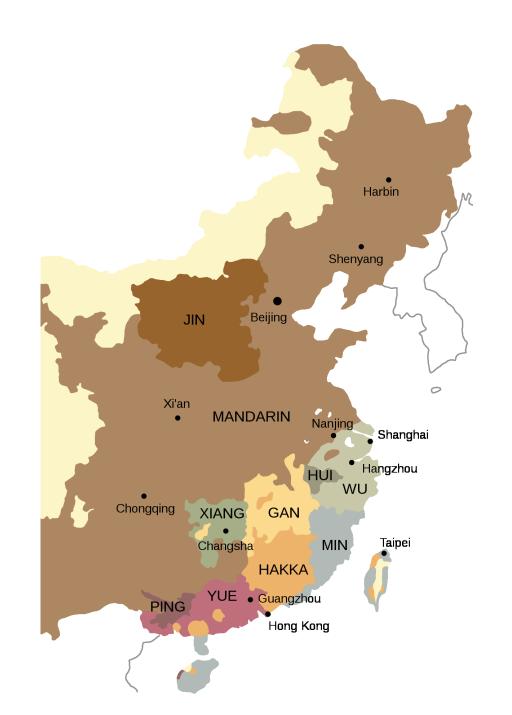
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- > influence on the Communist party
- > influence on modern European states! > civil service

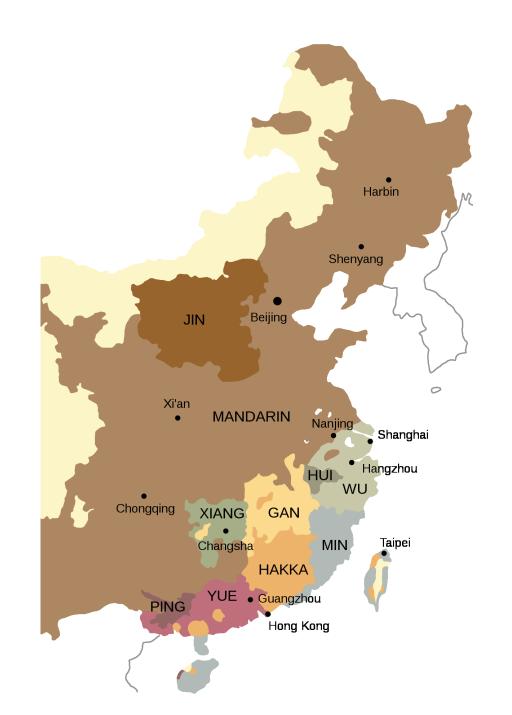
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- Many other dialects of Chinese survive to this date
- Mainly in the south remnant of China's slow expansion south towards Southeast Asia



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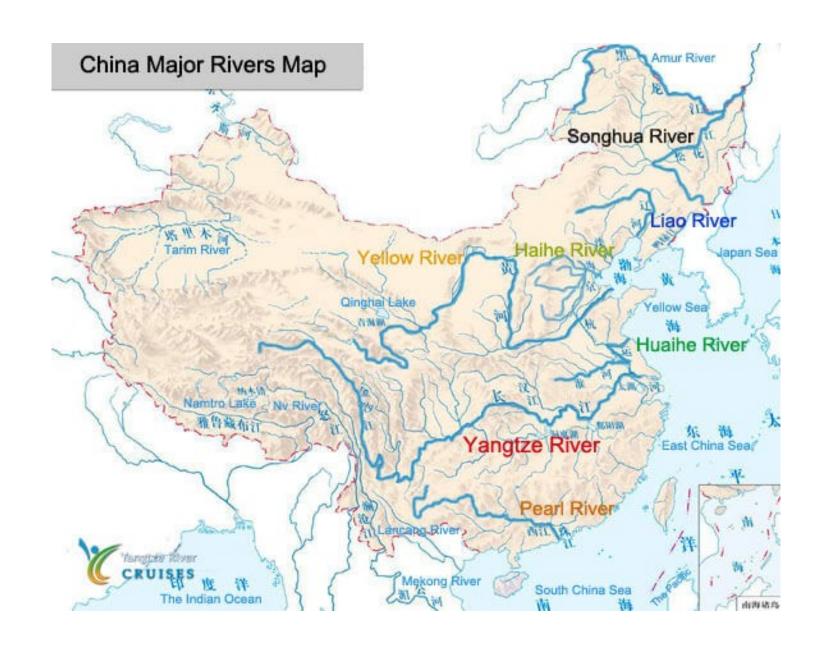
- Foreign policy
- "Middle Kingdom" 中国 " Zhōngguó
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- The best that other countries can do to lift their status is to become
  Chinese vassals

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- Benevolent imperialism?











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#### Imperial China

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- Need for women to have many children > early marriage, patriarchal society

#### Imperial China

- Lack of available fertilizer > sophisticated system of using human feces
- = rules for who should go to which latrine etc

 Oppression of peasants by landlords – not formal serfdom, but high rents for land

- Xia (2000 BC 1600 BC) mythical, never proven
- **Shang** (1600 BC 1000 BC) small bronze-age state in northern China, pagan religion and divinations



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- Spring and Autumn period, Warring States period > focus on increased production and population

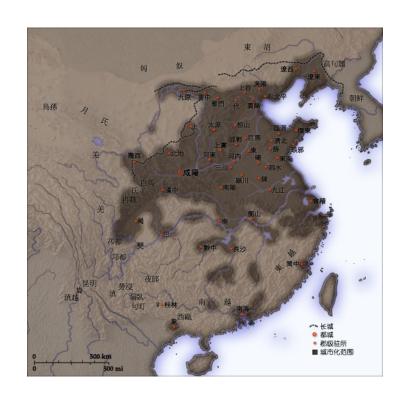
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- "Hundred Schools of Thought" > Confucionism, Legalism, Taoism = search for legitimacy and unity in a turbulent age

#### Qin

- "First Emperor" Qin Shi Huang around **220 BC**
- Destroyed the other states, unified China, expanded into the south
- Great Wall, terracota army, first great capital at Chang-an (Xian)
- Megalomaniac and tyrranical high taxes, cruel punishments, purges of dissident scholars
- Unpopular > overthrown around 200 BC
- > "China"





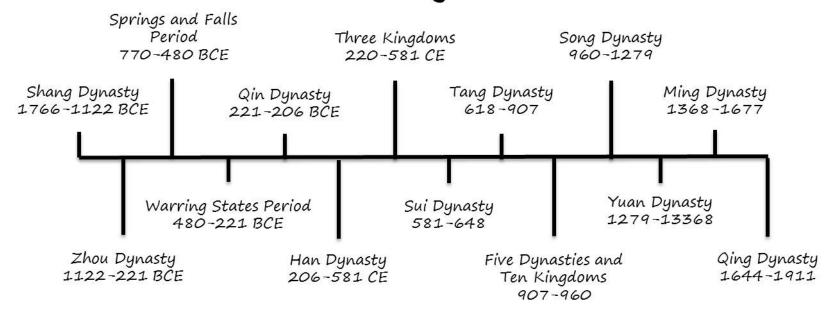


#### Han

- 200 BC 200 AD
- > "Han Chinese", "Han characters"
- More lenient, ruled on the basis of consent
- Confucianism as the state ideology, first imperial examinations
- Defeated the Xiongnu steppe tribes > Silk route



#### Chinese Dynasties

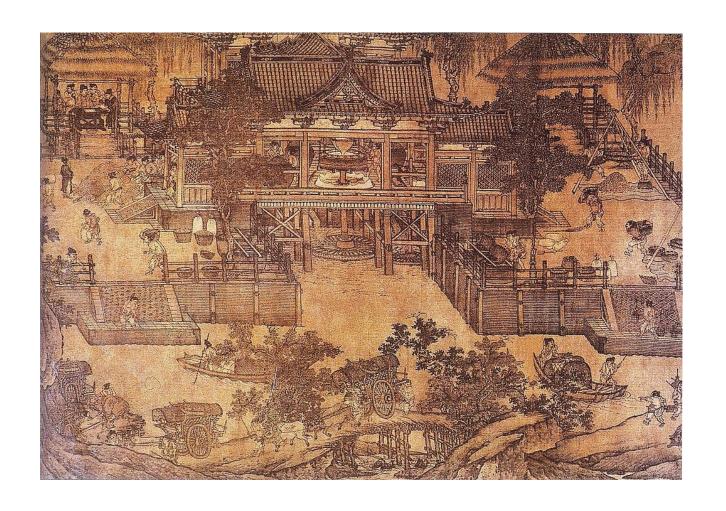


#### Sui and Tang

- 200 AD 600 AD "Three Kingdoms period" many short-lived regimes
- Around 600 Sui unification, Grand Canal
- Again too high taxes and too much cruelty > Tang dynasty (600-900)
- Exposure to foreign cultures (Buddhism, Islam, Zoroastrianism, Christianity)
- Imperial examinations!
- "An Lushan rebellion" relatively worst civil war in human history?

#### Song

- Song dynasty (900-1250)
- Unknown and underrated
- Better rice from Southeast Asia > doubling of population
- Technological Innovation: paper money, printing of books, gunpowder, compass, pound lock





#### Mongols

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- Kublai Khan visited by Marco Polo
- Attempts to conquer Korea, Japan, Vietnam and Indonesia (!)

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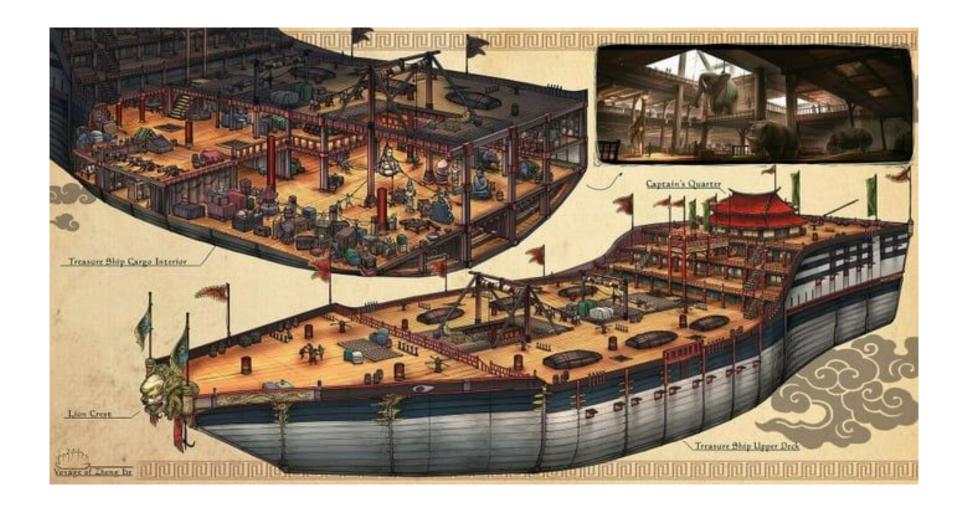
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- Nanking ("Southern Capital") and Beijing ("Northern Capital")

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- Cancelled fear of foreigners + too expensive

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- No expenditures for the Chinese treasury
- + luxury trade not subversive!

# Qing

- Last dynasty 1650 1911
- Manchus, steppe nomads similar to the Mongols conquered China

• "The transition from Ming to Qing, Ming—Qing transition, or **Manchu** conquest of China from 1618 to 1683 saw the transition between two major dynasties in Chinese history."

### Qing

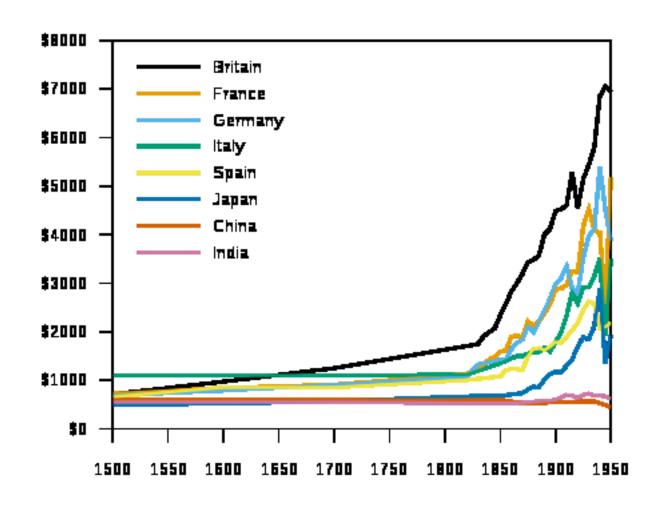
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- Reached the limits of pre-industrial growth highest yields and population possible without modern machinery



- Probably overtook China in personal income as soon as 1400!
- A marked disparity only appeared with the Industrial Revolution (late 1700s)

Why Europe?

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 "China is already perfect the way it is and has no use for foreign ideas and technologies"

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- Cantonese system trade with China was possible only in the city of Canton, and only via a cartel of Chinese merchants

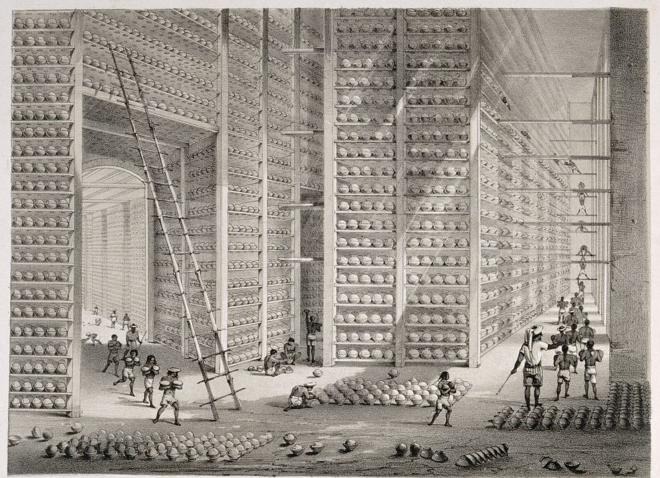


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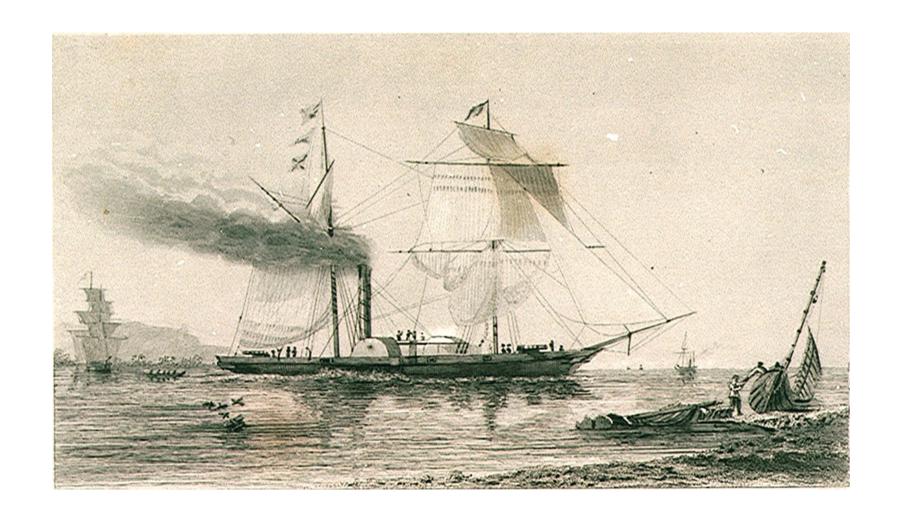
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- > Opium wars > unequal treaties



Drawn by W.S. Sherwill

Maulure Mecdonald a Macgresor Lith London.

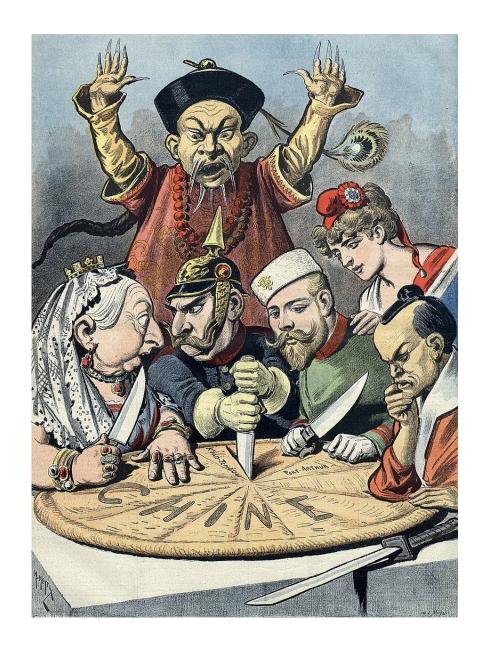




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- Other imperialist powers demanded similar concessions, until China became partitioned into informal spheres of influence





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- 1900 "Boxer uprising"





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- > create a Han-dominated republic, modernize China and expel the foreigners

#### 1911 – Xinhai revolution

 Series of army mutinies > quick collapse of the Qing, proclamation of the Republic of China (ROC)



### "Five races under one flag"



• Sun Yat Sen did not have enough support to rule, so power went to general Yuan Shikai, who promptly tried to make himself Emperor



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- Tibet, Turkestan (Uighurs) and Mongols seceded former their own states





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- > founding of the Communist Party of China in 1921

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- 1925 Sun died, Chiang led a Northern Expedition, which conquered most of China by 1928

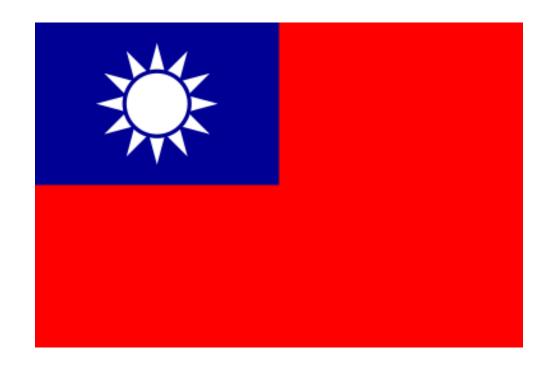






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#### CHINA'S PROGRESS BEFORE THE INVASION HIGHWAYS **Klansters** MOTOR VEHICLES 1936 1913 245 1927 1927 1927 1722 SOCIETIES 1936 AIR LINES 1929 58 COTTON SPINDLES 1927 2,624 COTTON IMPORTS spop Bales HIGH 1912 373 STUDENTS 1912 52



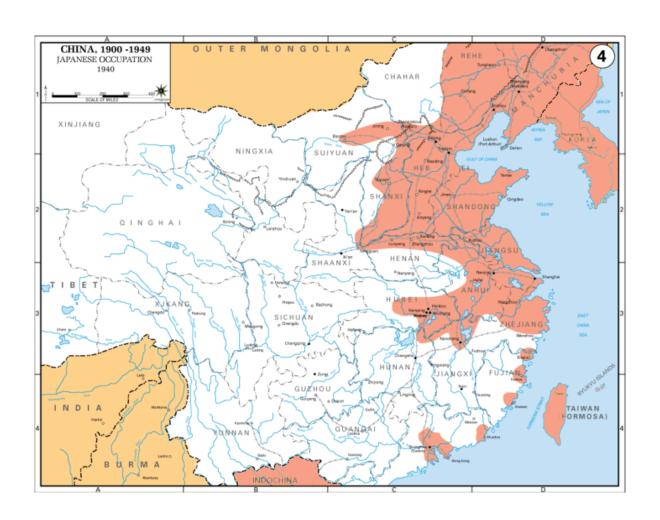
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- Communist victory in 1949, Nationalists escaped to Taiwan