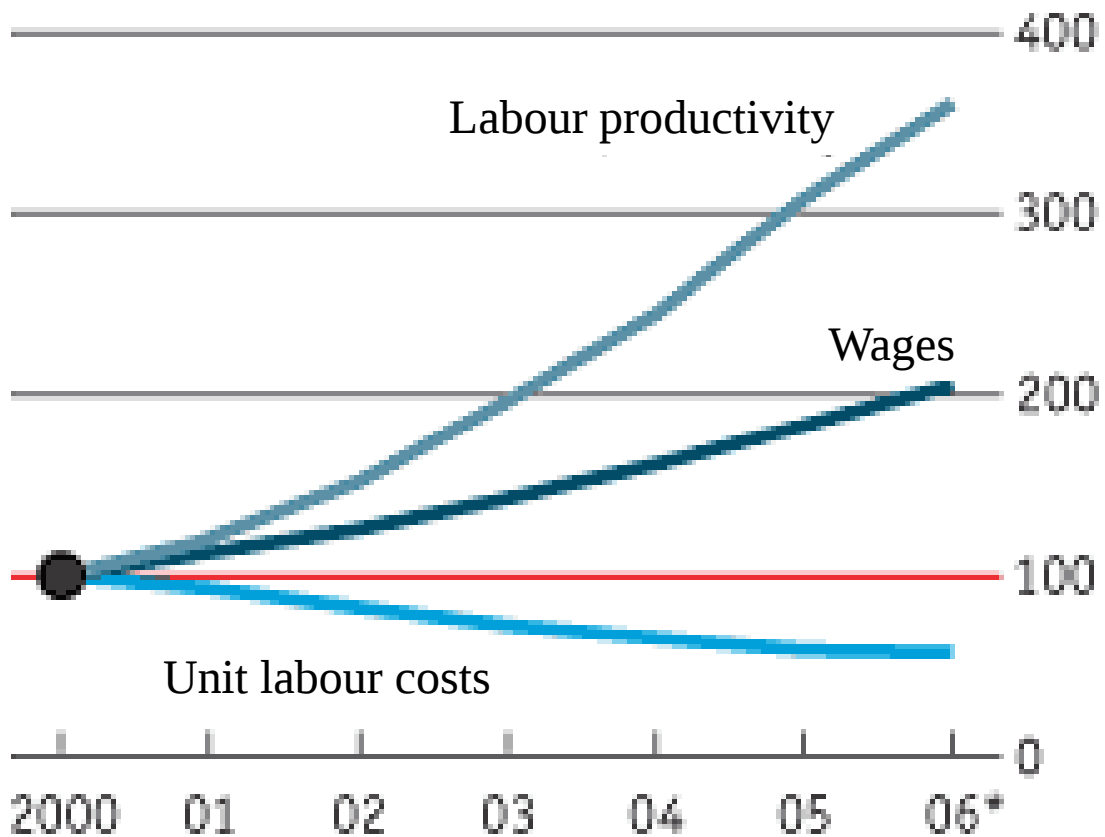


Wages and L-productivity - China

Labour productivity, wages and costs

China's wage cost, 2000 = 100

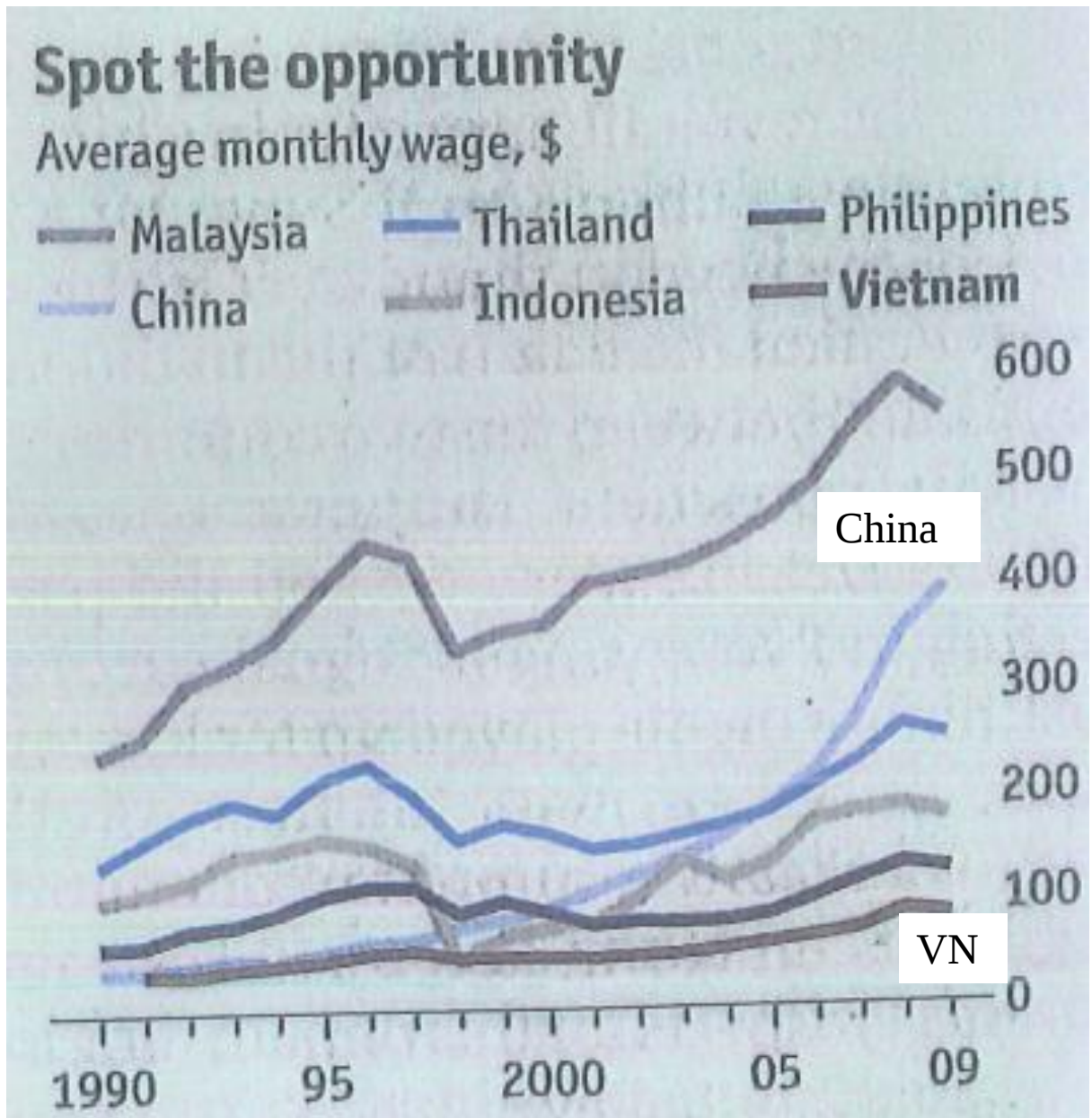


Source: Morgan Stanley

*The Economist estimate

Economist, 29 Sep 2007

Relative wages in Asia



Economist, "Vietnam's economy: Plus one country", 04 Sep, 2010

Wages and L-productivity

Asian labour markets

Selected countries, annual average % increase
2000-10



Source: Asian Development Bank

Economist, "Asian Labour Markets", 27 Aug 2011

Measure of income inequality

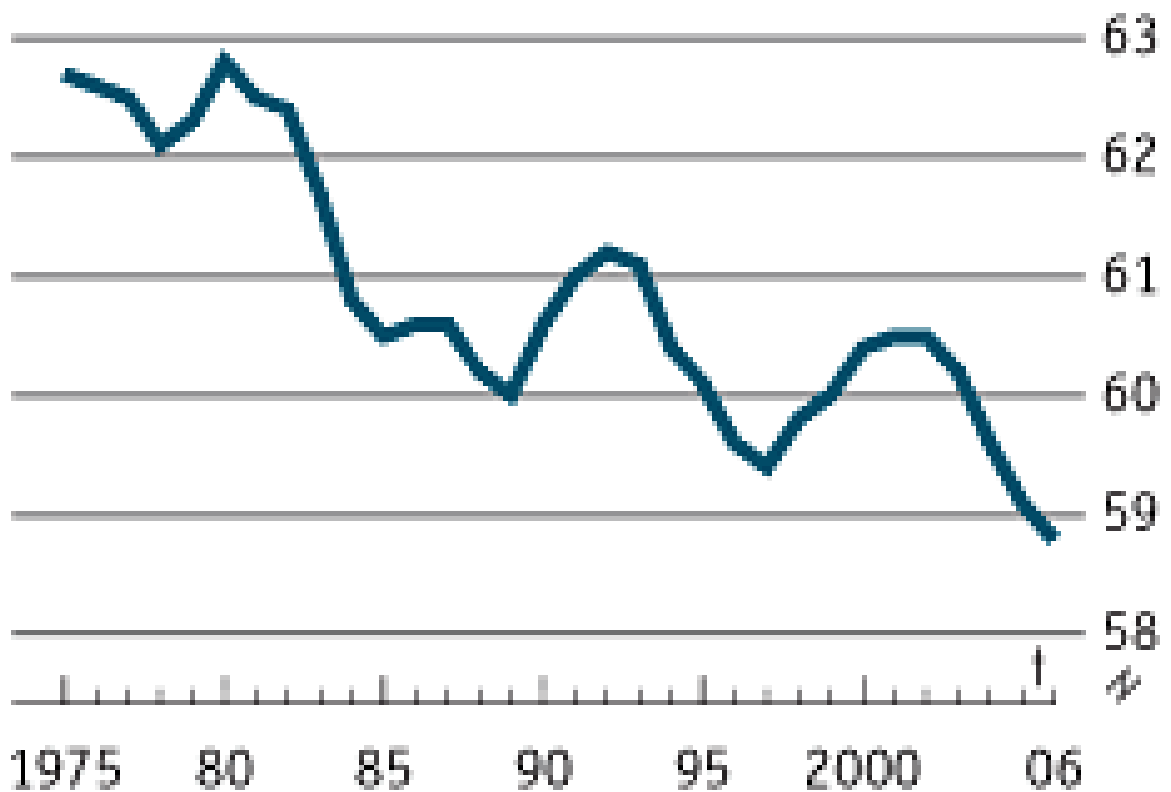


Economist, "Special report on Latin America", 11 Sep 2010

Trends in the wage bill in the North

The bill from the China shop

Wages as % national income, G10 countries*



*Weighted average based on 2000 GDP and PPP exchange rates

↑2005 and Q1 2006 *The Economist* estimates

Source: Bank for International Settlements

Returns to K-owners in the North

The triumph of capitalism

G7 corporate profits as % of GDP



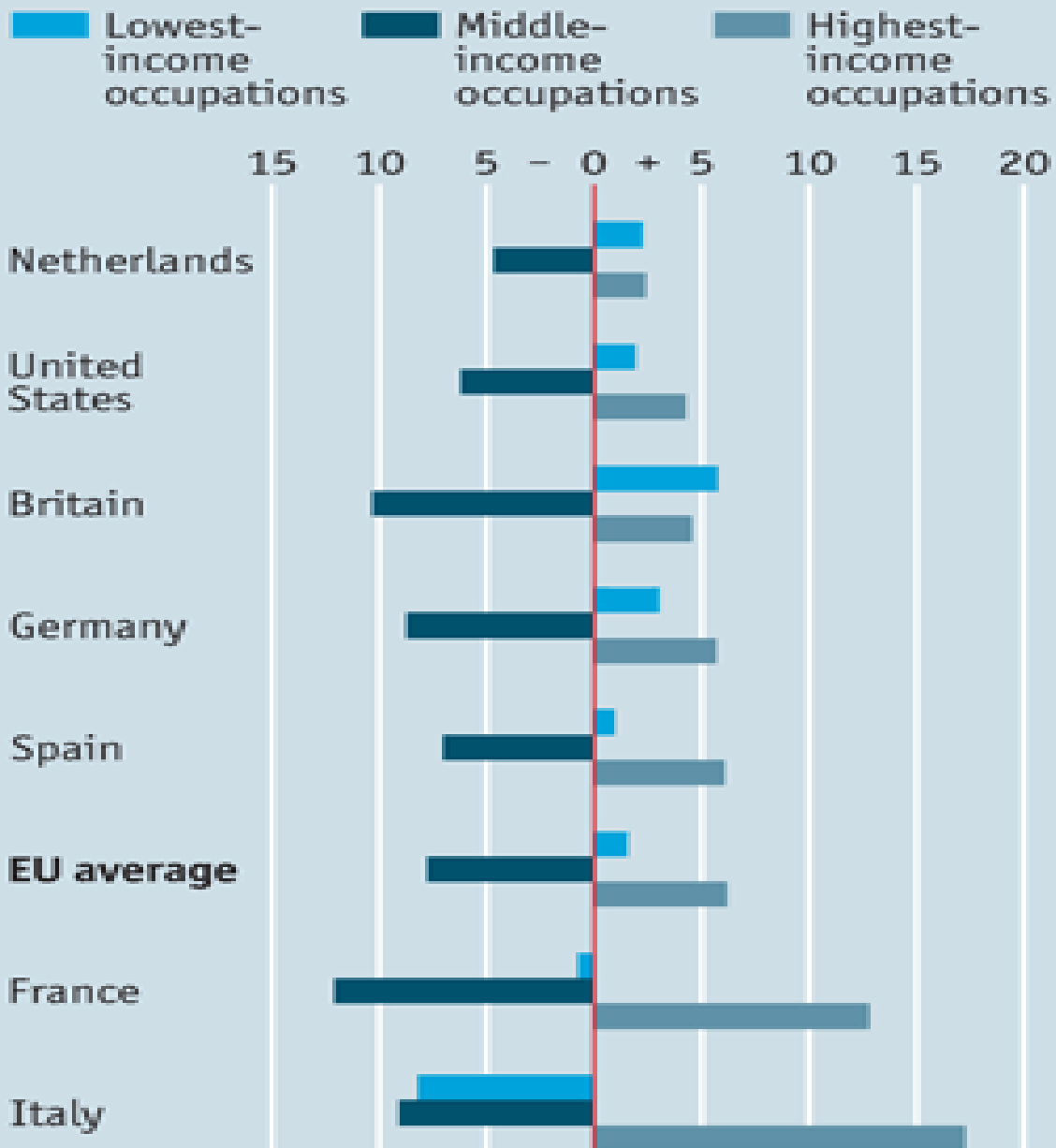
Source: UBS

Economist, 14 Sep 2006

Effect of IT, tech adoption on L , P_L

The disappearing middle

Share of total hours worked, % chg 1993-2006, % pts



Source: "Job Polarisation in Europe", by Maarten Goos, Alan Manning & Anna Salomons, *American Economic Review*, 2009

Economist, "Economics focus: Automatic reaction", 11 Sep, 2010

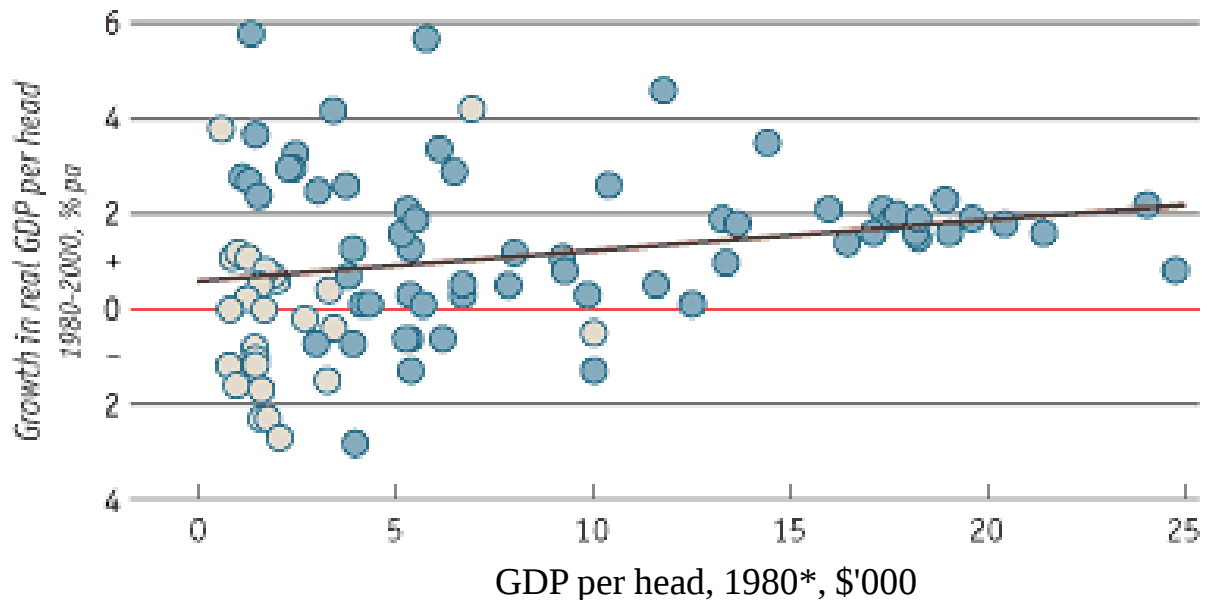
Growth in income per capita

An alternative view

○ Sub-Saharan Africa

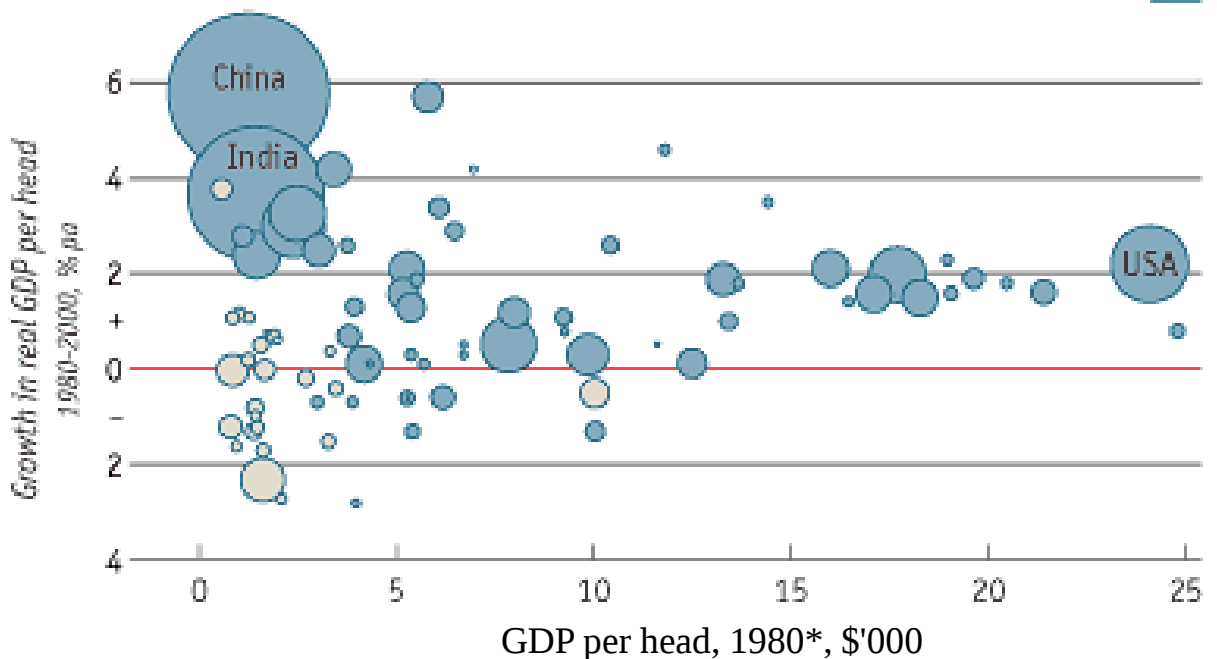
Growth in GDP per head

1



Growth in GDP per head, proportion to population in 1980

2



Sources: Penn World Tables; Stanley Fischer

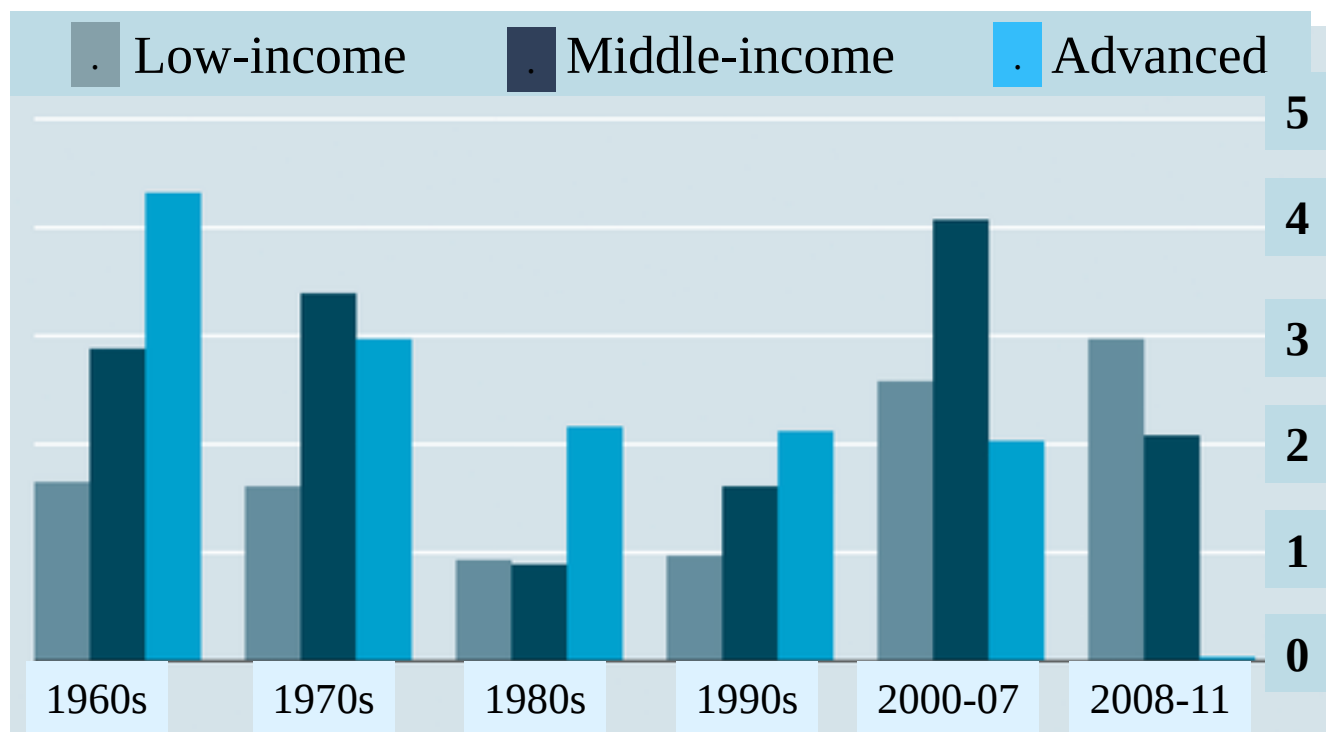
*1996 prices

Income convergence: GDP/cap



Economist, "The headwinds return", 13 Sep 2014, p. 24-26

Economic growth, GDP per person, average annual growth, %, median economy



Source: IMF

Economist, Economic and financial indicators, 13 Apr 2013, p. 85

Uneven growth rates among countries

