

# Does “ Belt and Road” include me?

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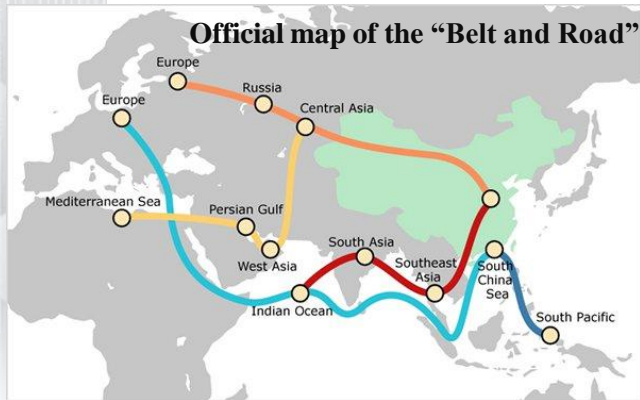
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# The character of the Belt and Road Initiative.



## A great idea

- The Belt and Road is accommodative and open in time, space and content.
- It's a collaborative system that widely opens to the world without entry barrier
- **Very innovative in terms of approach**
- The Belt and Road leads with infrastructure facilities, which is unique compared with most of the existing economics and trade group
- The Initiative will open up the inland route by building infrastructure in the Eurasia region, which includes high-speed railways, highways, telecommunication network and energy network, and so forth.
- It would sharply reduce the transaction costs of regional trade, facilitate corporates to run cross-border businesses, increase domestic demand and expand capacity.

## The difference between the B&R and other economic cooperation modes

	The Belt & Road initiative	Trade organizations/ Free trade zones
<b>Key Character</b>	<ul style="list-style-type: none"> <li>•Openness, inclusiveness, broadness</li> <li>•Across nations, culture and religions (The routes of the Belt and Road cover 65countries /regions)</li> <li>•Infrastructure investment driven</li> </ul>	<ul style="list-style-type: none"> <li>•Entry barrier</li> <li>•Exclusive (Membership)</li> <li>•Trade and manufacturing driven</li> </ul>
<b>Key Means</b>	<ul style="list-style-type: none"> <li>•Financing</li> <li>•Technology</li> <li>•Standardization</li> <li>•Management</li> </ul>	<ul style="list-style-type: none"> <li>•Market access</li> <li>•Tariff</li> <li>• Rules of origin</li> <li>• Rule of non-discrimination</li> </ul>
<b>Purpose/ Goals</b>	<ul style="list-style-type: none"> <li>•Infrastructure interoperability,</li> <li>•Promote regional investment ,trade and economic development</li> <li>•Facilitate personnel flow and cultural exchanges</li> </ul>	<ul style="list-style-type: none"> <li>•Promote trade and investment</li> <li>•Promote a market-oriented economy</li> <li>•Reduce discrimination provisions in trade rules</li> </ul>
<b>Impacts</b>	Long-lasting、 Far-reaching	Stage, Partial

# Key investment / business areas



## 1. Cross-Border Infrastructure Projects High speed rail

- Eurasia High-Speed Rail
- Central Asia High-Speed Rail
- Trans-Asian High-Speed Rail

### Strategic Container ports:

- Pakistan's Gwadar Port project
- Colombo Port City project in Srilanka
- Ports in Africa (Nairobi)

### Communications Infrastructure Electric Power stations

## 2. Trade and Logistics

- In 2014, China's commodity trade with the countries along the Belt and Road was US\$ 1.12 trillion, accounting for 26% of China's overall trade, which is expected to increase to about US\$ 2 trillion in 2020 if the 10% compound annual growth rate being achieved



### 3. Manufacturing



- According to preliminary official statistics, China has established 118 overseas Economic and Trade Cooperation Zones in 50 countries, with 77 in 23 countries along the routes of the Belt and Road.
- The Economic and Trade Cooperation Zones are classified into four kinds: manufacturing, resources utilization, agricultural processing, and logistics. Up to now, 3,000 Chinese enterprises have set up operations in such zones, having invested a total of over US\$12.
- At present, the number of China's overseas enterprises is about 25,000 with overseas assets of about US\$ 3 trillion,

Zambia-China Economic & Trade Cooperation Zone (ZCCZ)



## 4. Banking and Finance



**Asia is estimated to need at least 8 trillion US\$ dollars to cover its infrastructure expenditures before the year 2020.**

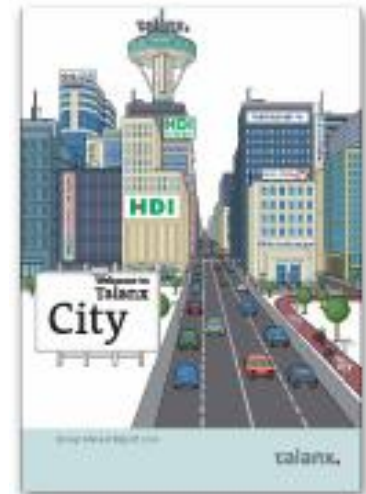
- The AIIB commencing operations on Jan 16, 2016 is expected to kick off its first batch of projects in the second half of 2016. In the following five years, the bank's annual loans are expected to about 15 billion US dollars.
- The \$40-billion Silk Road Fund commencing operations in December 2014 aims to identify investment opportunities and provide financing and investment services along “Belt and Road”.

## 5. Urban planning & property development



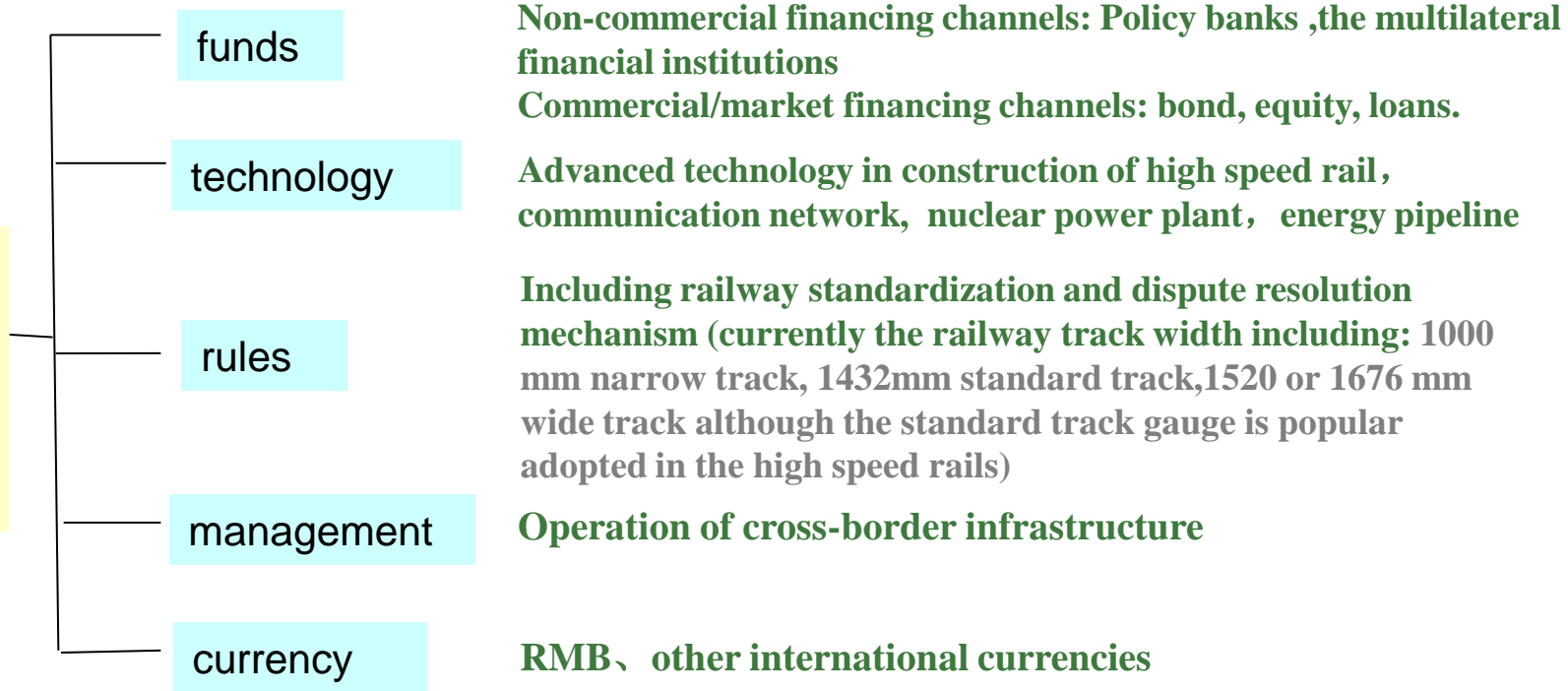
### Strategic location of provinces:

- **Xinjiang:** Urumqi, Kashi (Gateway to central Asia)
- **Yunnan:** Kunming (Gateway to Southeast Asia/west Asia)



# Who are key players in the Belt and Road

## The key means for promoting the Belt and Road



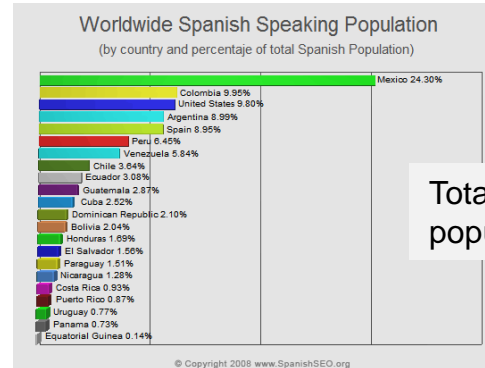
As railways developed and expanded one of the key issues was track gauge (the distance, or width, between the inner sides of the rails) to be used. The result was the adoption throughout a large part of the world of a “standard gauge” or normal gauge of 1,435 mm or 4 ft 8 1/2 in allowing inter-connectivity and inter-operability. Currently approximately 60% of lines in the world are used normal gauge. Exceptions including Russia, Uzbekistan and Finland.



# The role of the Spanish-speaking countries in the Belt and Road



	Spain	Mexico	Chile
Land area	505,990 km <sup>2</sup>	1,972,550 km <sup>2</sup>	756,093 km <sup>2</sup>
Population	46,423,064	119,530,753	18,006,407
GDP	\$1.242 trillion	\$1.283 trillion	\$264 billion (2014)
GDP per capita	\$26,326	\$10,174	\$14,911 (USD)
National language	Spanish	Spanish	Spanish



Total Worldwide population 452,480,979

Thank you

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