Key to Handout 2 Video Notes

While watching Professor Rozelle's lecture on China's economic development, respond to the questions below. Then, fill out the chart on China's past, present and future.

- 1. What evidence does Rozelle use to support his assertion that China has "the worst human capital of the middle income world?"
 - China has lower levels of educational attainment than do other middle income countries.
- 2. What would China need to do in order to be eligible to join OECD?
 - Surpass Mexico in terms of per capita income
 - Improve its education system
- 3. Why will OECD's rate of human capital educational attainment fall if China joins the organization?
 - China's population is so large that its relatively low levels of educational attainment would significantly impact the overall average.
- 4. What are some potential ways to improve China's human capital, according to Rozelle?
 - Improving education in rural areas
 - Improving nutrition (e.g. treat anemia with iron supplements or fortified food)
 - Making high school free

	Past	Present	Future
Levels of upper secondary educational attainment (high school attendance) in China	Less than a third of the population went to high school.	The rate is going up but is still below 30% and is lower than Turkey, South Africa and Mexico.	
Location of manufacturing jobs that don't require a high school diploma	Guangxhou, China	China Bangladesh	Bangladesh North Vietnam Hayward, California
Percentage of 15-17 year olds in high school	In the 70s, only 10% went to high school. In 2005, 50% went.	Now, almost 90% are in high school.	Government goal: Make high school attendance rate 100%

	and make high school free by 2020.