Following the Money
Chinese OFDI in the United States and Europe

Thilo Hanemann
Research Director
thanemann@rhg.com

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China’s Ascent to the World’s Third Largest FDI Exporter

Countries’ % share of total global OFDI flows, 3 years moving average

Source: UNCTAD, Rhodium Group.
China’s Global OFDI: Three Different Perspectives

Percent share of global OFDI stock

MOFCOM (2011): $425 BN

- Hong Kong, 62%
- Rest of World, 19%
- US, 2%
- Singapore, 2%
- Australia, 3%
- Cayman Islands, 5%
- British Virgin Islands, 7%

87 CDIS ECONOMIES (2011): $510 BN

- Hong Kong, 76%
- Canada, 3%
- Luxembourg, 3%
- Mauritius, 3%
- Singapore, 5%
- All Others, 8%


- Hong Kong, 27%
- United Kingdom, 10%
- Australia, 9%
- Brazil, 8%
- Canada, 7%
- US, 6%
- Singapore, 3%
- South Africa, 3%
- Switzerland, 4%
- All other, 23%

Source: MOFCOM, IMF, Bloomberg, Thomson Reuters, *transactions ending in final stake of 10% or more.
## China’s Global OFDI: Alternative Approaches

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<td>China Investment Monitor</td>
<td>United States and Europe</td>
<td>M&amp;A and greenfield transactions</td>
</tr>
</tbody>
</table>

Source: Rhodium Group
Chinese FDI in the US: Official Data (2011)
USD billion

Source: Rhodium Group.
Chinese FDI in the US: RHG Transactional Data, 2000-2012
Number of deals and USD million

Source: Rhodium Group.
RHG: Chinese Direct Investment in the US vs. EU, 2000-2012

USD million

Source: Rhodium Group.

Number of deals, total investment value in USD

Source: Rhodium Group.
RHG: Chinese FDI in the EU and US by Industry, 2000-2012
USD million

Source: Rhodium Group.

Source: Rhodium Group.

Source: Rhodium Group; * Source provinces coded by headquarter of the investing company.
RHG: Employment at Majority Chinese-Owned US Firms
USD million, number of jobs

Source: Rhodium Group.
## RHG: Troubled Chinese Investments in the United States

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<th>YEAR</th>
<th>ACQUIRER</th>
<th>TARGET</th>
<th>STATUS</th>
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<td>1990</td>
<td>China National Aero Tech</td>
<td>Mamco Manufacturing</td>
<td>Blocked by President</td>
</tr>
<tr>
<td>1995</td>
<td>CNI/E/Hua San/Sextant</td>
<td>Magnequench</td>
<td>Completed</td>
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<tr>
<td>2005</td>
<td>Lenovo</td>
<td>IBM</td>
<td>Completed</td>
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<td></td>
<td>Haier</td>
<td>Maytag</td>
<td>Withdrawn, Commercial Reasons</td>
</tr>
<tr>
<td></td>
<td>CNOOC</td>
<td>Unocal</td>
<td>Withdrawn, Politicized</td>
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<tr>
<td>2009</td>
<td>Minsheng Bank</td>
<td>UCB</td>
<td>Blocked by Federal Reserve</td>
</tr>
<tr>
<td></td>
<td>Huawei</td>
<td>3Com</td>
<td>Withdrawn after CFIUS Review</td>
</tr>
<tr>
<td></td>
<td>Tengzhong</td>
<td>Hummer</td>
<td>Withdrawn after MOFCOM Intervention</td>
</tr>
<tr>
<td></td>
<td>Northwest Nonferrous Intl.</td>
<td>Firstgold</td>
<td>Withdrawn after CFIUS Review</td>
</tr>
<tr>
<td>2010</td>
<td>Anshan Steel</td>
<td>Greenfield, Mississippi</td>
<td>Pending</td>
</tr>
<tr>
<td></td>
<td>Tangshan Caofeidian</td>
<td>Emcore</td>
<td>Withdrawn after CFIUS Review</td>
</tr>
<tr>
<td>2011</td>
<td>China Aviation Ind.</td>
<td>Cirrus</td>
<td>Completed</td>
</tr>
<tr>
<td></td>
<td>Huawei</td>
<td>3Leaf</td>
<td>Dissolved after CFIUS Review</td>
</tr>
<tr>
<td>2012</td>
<td>Ralls Corporation</td>
<td>Terna Energy Holding USA Corp.</td>
<td>Blocked by President</td>
</tr>
<tr>
<td></td>
<td>Beijing Superior Aviation</td>
<td>Hawker Beechcraft Inc.</td>
<td>Withdrawn, Commercial Reasons</td>
</tr>
<tr>
<td>2013</td>
<td>Wanxiang Group</td>
<td>A123</td>
<td>Completed</td>
</tr>
<tr>
<td></td>
<td>Shuanghui</td>
<td>Smithfield Foods</td>
<td>Pending</td>
</tr>
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Source: Rhodium Group.