

EU-US-CHINA ECONOMIC AND POLITICAL SECURITY OBJECTIVES

| <i>Offering & Supplying:</i> | EUROPEAN UNION | UNITED STATES | PR of CHINA |
|----------------------------------|--|--|--|
| <i>Seeking & Demanding</i> | | | |
| EUROPEAN UNION | <ul style="list-style-type: none"> ○ <i>Peace and prosperity</i> ○ <i>growth with employment</i> ○ <i>Balanced trade & 'open' investment regimes</i> ○ <i>global financial stability</i> | <ul style="list-style-type: none"> ○ effective multilateralism ○ shared global responsibilities ○ fair competition | <ul style="list-style-type: none"> ○ 'national treatment' of its FDI (= equal to US, Japan, Korea) ○ increased global responsibility ○ |
| UNITED STATES | <ul style="list-style-type: none"> ○ recognition of its political and military leadership | <ul style="list-style-type: none"> ○ <i>maintain its R&D/IPR technological leadership</i> ○ <i>limited S-I adjustment, hence continued twin deficits</i> | <ul style="list-style-type: none"> ○ adherence to the Washington consensus ('locking in reforms') ○ adherence to the US-led regional security framework |
| PR of CHINA | <ul style="list-style-type: none"> ○ guaranteed & predictable market access for trade and ODI ○ advanced technology & learning by looking ○ end to political discrimination | <ul style="list-style-type: none"> ○ guaranteed & predictable market access for trade and ODI ○ reduced military presence/dominance in East Asian region | <ul style="list-style-type: none"> ○ <i>continued high and sustainable growth</i> ○ <i>domestic social and political stability</i> ○ <i>regional political stability and security</i> |

**GLOBAL ECONOMIC AND POLITICAL SECURITY OBJECTIVES:
ASYMMETRIES AND INCOMPATIBILITIES**

| <i>Domains:</i> | <i>EUROPEAN UNION</i> | <i>UNITED STATES</i> | <i>CHINA</i> |
|--|-------------------------------|-----------------------------|---------------------------------|
| <i>Global Macroeconomic Trade Regime</i> | <i>Openness and stability</i> | <i>Managed and guided</i> | <i>Catch-up & Selective</i> |
| <i>Competition Framework</i> | <i>Fair</i> | <i>Free</i> | <i>Managed and restricted</i> |
| <i>Global Governance and Responsibility</i> | <i>Shared responsibility</i> | <i>Selective</i> | <i>Limited</i> |
| <i>Multi-lateral Framework</i> | <i>Effective</i> | <i>Directed and Managed</i> | <i>Effective</i> |