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Press Statement and Backgrounder

Quick Facts and Figures Analyzing America's Imbalanced Trading Relationship with China

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WASHINGTON, DC -- High-level government officials from the People's Republic of China and the United States are scheduled to hold a "Strategic Economic Dialogue" on Tuesday and Wednesday of this week in Annapolis, MD to discuss matters of economic concern between both countries.

Since 2001, United States has run trade deficits in manufactured goods with China totaling more than \$1.25 trillion, including a deficit of \$264 billion in 2007. The lost production reflected in these massive deficits has contributed significantly to the loss of 3.545 million U.S. manufacturing jobs during that same time period. Moreover, in 2007 alone, trade losses with China accounted for 49.7% of the \$532 billion U.S. trade deficit in Manufactured Goods.

Noting these facts, the American Manufacturing Trade Action Coalition (AMTAC) has compiled a short snapshot analysis of America's foreign trade relationship with China contained in PDF file that is attached to this e-mail.

Said AMTAC Executive Director Auggie Tantillo, "For all intent and purpose, America's foreign trade relationship with China is a one-way street. China gains the lion's share of the benefits and U.S. manufacturing and its workers pay the price in lost jobs and market share."

Continued Tantillo, "China's multitude of predatory trade practices -- the rebating value-added taxes on exports, currency manipulation, handing out loans at below-market-value rates, and rampant theft of intellectual property -- cannot be solved by dialogue alone. The U.S. Congress also must combat these practices with legislation that will limit China's access to the U.S. market unless China starts playing by the rules. Only then will China come to the negotiating table ready to address the problems plaguing the U.S.-China trading relationship."

Highlights from the file include:

Page 3 -- China Economic Growth and Impact of U.S. Trade Deficits

- An estimated 1 million U.S. jobs and job opportunities have been lost as a result of the exploding U.S. trade deficit with China since 2000. Those estimates then are broken down on a state-by-state basis.

Page 4 -- China Overtakes United States in Global Manufacturing Exports

- In 2006, for the first time in modern history, the value of Chinese exports of manufactured goods exceeded the value of U.S. exports of manufactured goods. China repeated this in 2007.

Pages 5 & 6 -- United States Runs Massive Trade Deficit with China in Advanced Technology Products (ATP)

- The U.S. trade deficit with China in Advanced Technology Products (ATP) approached \$70 billion in 2007.
- The U.S. government's ATP list is not static, but dynamic. It changes on a regular basis to reflect growth in technological innovation.
- Even after including U.S. surpluses with China as a result intellectual property royalties and fees and in trade in high-tech services

Page 7 -- China's Trade Surplus in Manufactured Goods Projected to Exceed \$500 Billion in 2008

- In 2008, China is projected to run a trade surplus with the world in manufactured goods in excess of \$500 billion.

Attached files include information compiled by Dr. Charles McMillion, President and Chief Economist of MBG Information Services.

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Worsening Trade Deficits Cost the US -1.1 Million More Goods-Producing Jobs: 2000-07

Almost All of the Jobs Lost Since 2000 are Due to the Worsening Deficits With China

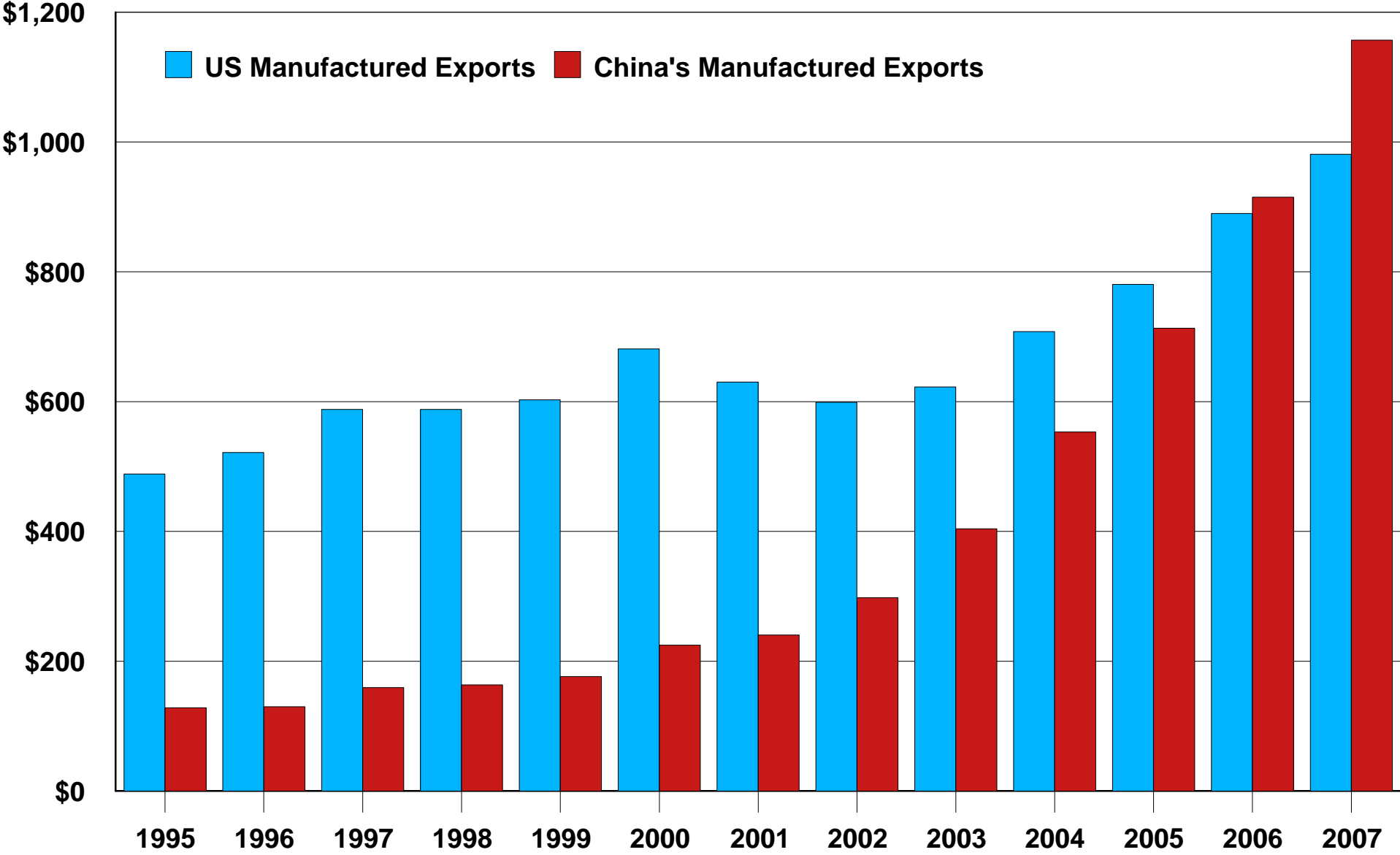
Adjusted for productivity and population changes	Goods Balance: China		Goods Balance: Global		Jobs Lost to China Deficit		Jobs Lost to Global Deficit		Net 7-Yr Jobs Effect	
	2000	2007	2000	2007	2000	2007	2000	2007	China	Global
	\$ Billions		\$ Billions		Number of Jobs		Number of Jobs		Change: 2000 to 2007	
United States.....	-\$83,971	-\$256,269	-\$454,690	-\$815,582	-945,983	-1,961,242	-5,122,354	-6,241,699	-1,015,259	-1,119,345
California.....	-10,118	-31,057	-54,790	-98,840	-113,990	-237,681	-617,237	-756,426	-123,692	-139,189
Texas.....	-6,234	-20,310	-33,754	-64,637	-70,226	-155,434	-380,261	-494,673	-85,209	-114,413
Florida.....	-4,776	-15,507	-25,860	-49,351	-53,801	-118,676	-291,325	-377,688	-64,875	-86,363
New York.....	-5,653	-16,396	-30,609	-52,181	-63,681	-125,480	-344,823	-399,344	-61,799	-54,521
Georgia.....	-2,449	-8,110	-13,262	-25,809	-27,592	-62,063	-149,407	-197,517	-34,471	-48,111
North Carolina.....	-2,404	-7,699	-13,019	-24,501	-27,085	-58,918	-146,663	-187,508	-31,833	-40,844
Illinois.....	-3,701	-10,920	-20,043	-34,753	-41,699	-83,572	-225,795	-265,969	-41,872	-40,173
Arizona.....	-1,538	-5,386	-8,326	-17,140	-17,322	-41,217	-93,795	-131,173	-23,895	-37,378
Pennsylvania.....	-3,656	-10,563	-19,795	-33,618	-41,184	-80,842	-223,006	-257,282	-39,658	-34,276
Ohio.....	-3,382	-9,743	-18,311	-31,006	-38,095	-74,562	-206,280	-237,295	-36,466	-31,014
Virginia.....	-2,114	-6,552	-11,448	-20,853	-23,818	-50,147	-128,969	-159,593	-26,329	-30,624
Michigan.....	-2,962	-8,557	-16,041	-27,234	-33,373	-65,490	-180,709	-208,425	-32,117	-27,715
New Jersey.....	-2,509	-7,380	-13,586	-23,487	-28,266	-56,479	-153,056	-179,745	-28,213	-26,689
Washington.....	-1,759	-5,496	-9,525	-17,491	-19,817	-42,060	-107,308	-133,857	-22,243	-26,549
Tennessee.....	-1,697	-5,231	-9,190	-16,648	-19,119	-40,033	-103,528	-127,406	-20,914	-23,878
Colorado.....	-1,288	-4,131	-6,974	-13,146	-14,509	-31,611	-78,566	-100,603	-17,102	-22,038
Indiana.....	-1,813	-5,391	-9,815	-17,158	-20,421	-41,259	-110,576	-131,308	-20,838	-20,732
Missouri.....	-1,668	-4,995	-9,033	-15,895	-18,793	-38,223	-101,762	-121,647	-19,430	-19,885
Maryland.....	-1,580	-4,774	-8,557	-15,192	-17,803	-36,532	-96,403	-116,265	-18,729	-19,862
Wisconsin.....	-1,599	-4,759	-8,660	-15,147	-18,016	-36,424	-97,555	-115,919	-18,407	-18,364
South Carolina.....	-1,197	-3,745	-6,483	-11,918	-13,488	-28,660	-73,036	-91,212	-15,172	-18,176
Minnesota.....	-1,468	-4,416	-7,950	-14,054	-16,541	-33,797	-89,565	-107,559	-17,256	-17,994
Massachusetts.....	-1,893	-5,480	-10,253	-17,440	-21,331	-41,938	-115,504	-133,470	-20,608	-17,966
Nevada.....	-601	-2,180	-3,252	-6,937	-6,766	-16,681	-36,639	-53,088	-9,914	-16,448
Oregon.....	-1,021	-3,184	-5,528	-10,133	-11,502	-24,367	-62,281	-77,549	-12,865	-15,268
Alabama.....	-1,325	-3,932	-7,173	-12,514	-14,924	-30,092	-80,810	-95,768	-15,168	-14,958
Kentucky.....	-1,205	-3,604	-6,524	-11,469	-13,573	-27,579	-73,498	-87,772	-14,006	-14,275
Utah.....	-668	-2,248	-3,616	-7,153	-7,524	-17,201	-40,741	-54,742	-9,677	-14,001
Oklahoma.....	-1,028	-3,073	-5,565	-9,781	-11,579	-23,521	-62,698	-74,856	-11,942	-12,159
Connecticut.....	-1,015	-2,976	-5,498	-9,470	-11,438	-22,773	-61,934	-72,476	-11,335	-10,542
Arkansas.....	-797	-2,409	-4,316	-7,665	-8,979	-18,433	-48,618	-58,663	-9,454	-10,045
Mississippi.....	-848	-2,480	-4,590	-7,892	-9,549	-18,979	-51,704	-60,401	-9,430	-8,697
Iowa.....	-871	-2,539	-4,718	-8,080	-9,816	-19,429	-53,153	-61,834	-9,613	-8,681
Kansas.....	-801	-2,359	-4,339	-7,506	-9,027	-18,050	-48,881	-57,446	-9,023	-8,565
Louisiana.....	-1,330	-3,648	-7,201	-11,609	-14,981	-27,916	-81,122	-88,843	-12,935	-7,721
New Mexico.....	-542	-1,674	-2,934	-5,327	-6,104	-12,809	-33,052	-40,765	-6,705	-7,713
Idaho.....	-387	-1,274	-2,094	-4,054	-4,356	-9,750	-23,590	-31,028	-5,393	-7,439
Nebraska.....	-510	-1,508	-2,761	-4,798	-5,743	-11,539	-31,100	-36,723	-5,795	-5,623
New Hampshire.....	-369	-1,118	-1,999	-3,558	-4,158	-8,556	-22,516	-27,230	-4,398	-4,713
West Virginia.....	-538	-1,540	-2,912	-4,900	-6,058	-11,782	-32,801	-37,498	-5,725	-4,697
Hawaii.....	-361	-1,090	-1,952	-3,470	-4,062	-8,345	-21,993	-26,558	-4,283	-4,566
Maine.....	-380	-1,119	-2,058	-3,562	-4,282	-8,565	-23,184	-27,258	-4,283	-4,074
Delaware.....	-234	-735	-1,267	-2,338	-2,636	-5,623	-14,276	-17,895	-2,987	-3,620
Montana.....	-269	-814	-1,456	-2,590	-3,028	-6,228	-16,397	-19,822	-3,200	-3,425
Rhode Island.....	-313	-899	-1,693	-2,860	-3,523	-6,878	-19,074	-21,891	-3,356	-2,816
South Dakota.....	-225	-676	-1,218	-2,153	-2,533	-5,177	-13,718	-16,477	-2,644	-2,759
Alaska.....	-187	-581	-1,011	-1,848	-2,103	-4,444	-11,390	-14,144	-2,341	-2,754
Wyoming.....	-147	-444	-796	-1,414	-1,656	-3,400	-8,967	-10,819	-1,744	-1,853
District of Columbia.....	-170	-500	-921	-1,591	-1,917	-3,825	-10,379	-12,174	-1,908	-1,795
Vermont.....	-181	-528	-983	-1,680	-2,045	-4,040	-11,071	-12,856	-1,995	-1,785
North Dakota.....	-191	-544	-1,033	-1,730	-2,150	-4,160	-11,640	-13,238	-2,010	-1,599

US Dept. of Commerce, Bureau of the Census and MBG Information Services

State trade balances are allocated as share of national population each year.

China's Global Manufacturing Exports Soar Past US Totals

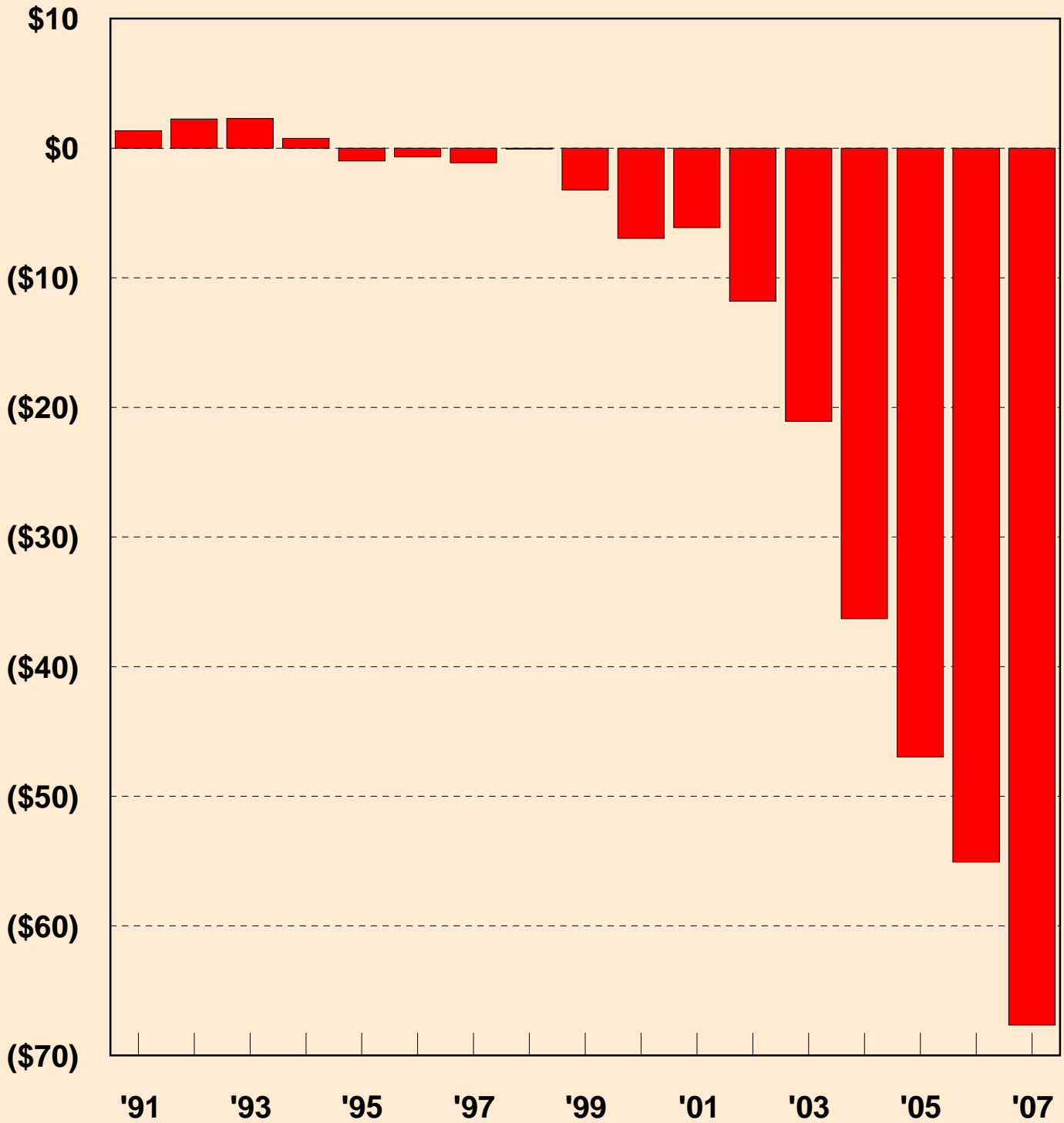
\$Billions: Annual Global Manufacturing Exports from the US and China



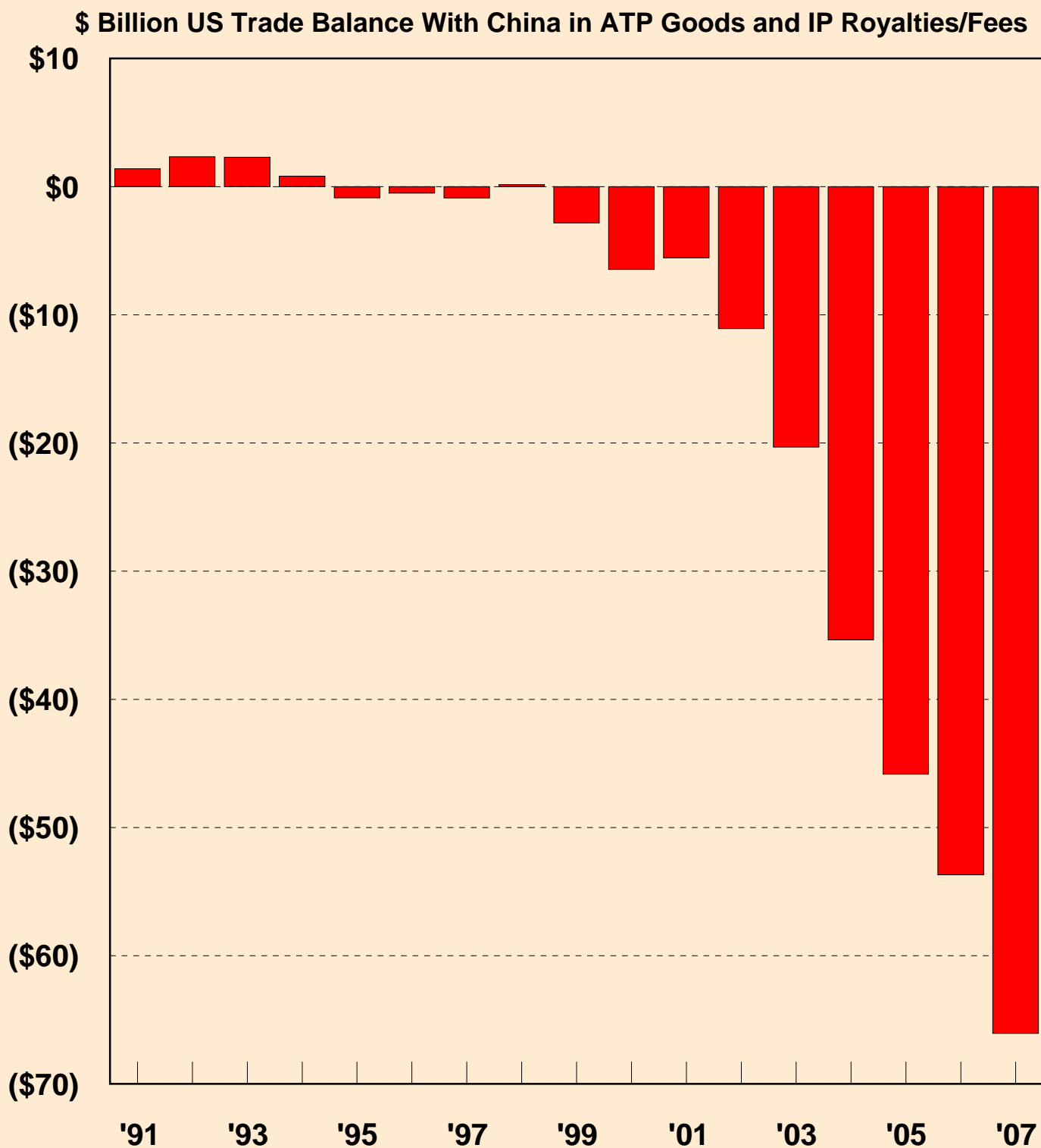
US Department of Commerce, China Customs and MBG Information Services Manufacturing is HS 28-96 industries

US Advanced Tech Trade With China

\$ Billion US ATP Trade Balance With China



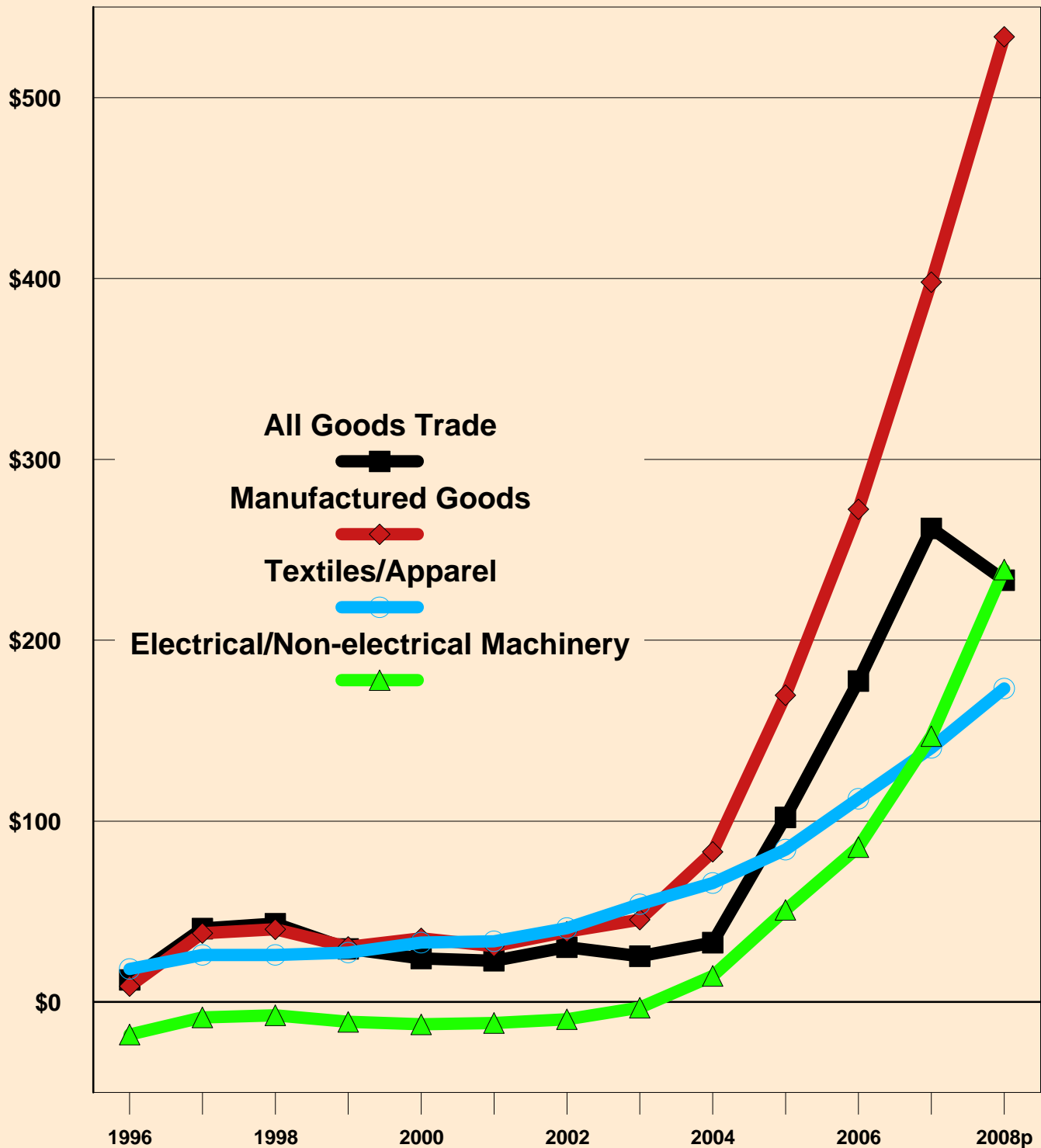
US-China Trade In Tech Goods & Services



US Bureau of the Census and MBG Information Services

China's Global Balance: Manufacturing Trade

\$ Billion: Annual Global Balances



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China Census, Global Trade Info. Services & MBG Information Services 2008p projected from 2008-Q1 actuals