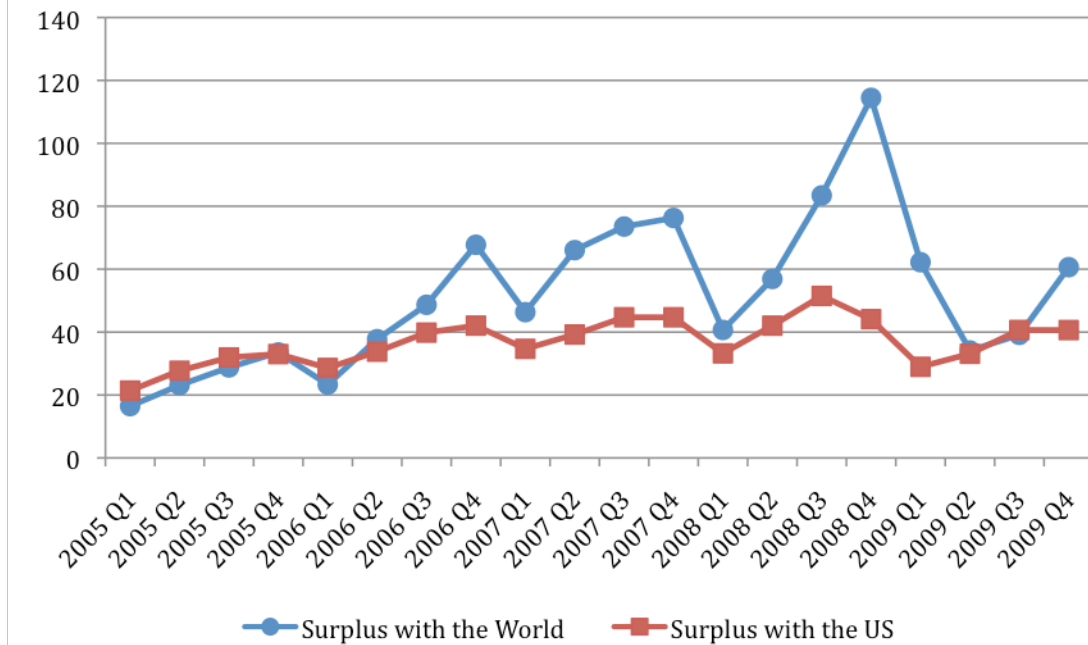


China Trade Balance (Billions of USD)



Source: China Customs

- China's trade surplus with the US and the world has increased markedly since the RMB was revalued in July 2005.
- Through the fourth quarter of 2009, China's surplus with the US and with the world as a whole is roughly double what it was in mid-2005.
- It must be noted that after the repeg of the RMB to the dollar in mid-2008, China's overall trade surplus soared to a level more than 5 times that of early 2005.
- The United States has run a cumulative current account deficit in excess of \$1.8 trillion with China in the last decade according to the U.S. Bureau of Economic Analysis.