

2008-1-04

Comparative Study on Industrial Development Process in China and India

Edited by

Moriki Ohara and Koichiro Kimura

March 2009

Institute of Developing Economies, JETRO

「IDE-JETRO」

Interim Report on Research Project

Area Studies Center, 2008-1-04

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Printed on March 31, 2009

Published by:
Institute of Developing Economies (IDE), JETRO
3-2-2 Wakaba, Mihama-ku, Chiba-shi,
Chiba 261-8545, Japan
Fax: +81-43-299-9731

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Printed in Japan

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Preface

This report is an interim outcome of the two-year research project, “Comparative Study on Industrial Development Process in China and India” sponsored and conducted by the Institute of Developing Economies (IDE-JETRO) for FY 2008-2009. Through the research project, we aim to explore the characteristics of industrial development process in China and India in the contemporary globalizing world by comparing the mode of growth of indigenous firms and industrial networks. The following 8 chapters are the result of the tackling to the theme by the Japanese research team members. In addition, we conducted joint researches with the Shandong Institute for East-Asia Studies (SIEAS) in China and the Institute for Development Alternative, Chennai (IDAC) in India in FY 2008, the result of which is issued as a report titled “Comparing Development Trajectories of the Chinese and Indian Textile Industry: Structure, Regional Linkage, and Labor.”

We would like to thank for the encouragements and advices we have received from many experts and research partners, and for the warm supports from plenty number of firms that kindly accepted our interviews in the course of the field surveys. We express our utmost gratitude to Mr. Haruji Ohtsuka (Hamamatsu Photonics K.K.), Mr. Shinji Tanaka (Honda Motor Co.), Mr. Masashi Niino (Yamaha Motor Co.), Professor Toshimasa Asaka (Faculty of Business Administration, Konan University), Mr. Kohei Shiino (Overseas Research Department, JETRO), Mr. Hirotooshi Ito (Overseas Research Department, JETRO), President Wang Dawei (Jiangmen Grand River Group), Mr. Hu Shiliang (Yuhuan Auto & Motorcycle Parts Association), Professor Shan Dong (Zhejiang Non-State Operated Economic Association), Mr. Shan Zengde (The People’s Government of Laiwu City), Mr. Zhu Maoming (Gaotang Committee of the Communist Party), Mr. Li Xiguo (The People’s Government of Gaotang City), Ms. Li Guilan (Jinan Yuanshou Knitting Co.), President Zhou Yong (Shandong Sangsha Group), Professor Chen Jianwei (University of Qingdao), President Li Xiankun (Shandong Industrial Technician College), Chairman Lin Yongxiang (Shandong Vocational College of S&T), Director Pankaj Chandra (Indian Institute of Management, Bangalore), Professor Balaji Parthasarathy (International Institute of Information Technology, Bangalore), and Professor Vivek Kulkarni (Brickwork India) for their arranging our interviews at firms, various levels of governments, training institutions, without which our research plan could never be viable.

We also wish to express our special thanks to our joint research partners, Professor Lin Hong (Director, SIEAS), Mr. Mark P. Dallas (Visiting Scholar, SIEAS, and PhD Candidate, University of California, Berkeley), Dr. Jayaraman Jeyaranjan (Director, IDAC) and Dr. Manimegalai Vijayabaskar (Visiting Scholar, IDAC, and Assistant Professor, Madras Institute of Development Studies). Their organizing of substantial research trips in clusters in China and India, reliable and insightful ideas in the discussions, and excellent original papers presented have established a firm base of our whole project. We wish to thank to our colleagues at IDE-JETRO, Dr. Yukihiro Sato, Mr. Kensuke Kubo, Mr. Satoru Kumagai, Mr. Hitoshi Ota, and Mr. Hajime Sato for their comments and participation in our research project as observers. Finally, we would express our deepest gratitude to the late colleague, Kenichi Imai, for his warm and patient mentorship without which we might not be able to start this project.

March 2009

Editors