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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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Contents

List of Contributors		iv
Preface		v
Introduction		
	<i>Moriki Ohara</i>	1
1 The Role of Local Government and the Integration of Market: The case of China and India	<i>Kai Kajitani</i>	7
2 Skill Formation Systems of China and India	<i>Yoko Asuyama</i>	27
3 Offshore Outsourcing of Knowledge Based Industry: Software and ITES Sector	<i>Hiromi Hinata</i>	77
4 China and India's Electrical and Electronics Industries: A Comparison of Market Structures	<i>Koichiro Kimura</i>	97
5 A Comparison of Chinese and Indian Automobile Manufacturers	<i>Tomoo Marukawa</i>	117
6 Competitive Advantage of Indigenous Incumbent Manufacturers in Indian Automotive Industry: Intangible Asset in Inter-firm Linkage?	<i>Yoshie Shimane</i>	133
7 Capability Building Mechanisms of Manufacturing Firms in China and India: A Comparative Study of Motorcycle Industry	<i>Moriki Ohara</i>	149
8 Skills Development for Regional Cluster Development: Lessons from Bangalore's Software Cluster	<i>Aya Okada</i>	185

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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. Hiroto 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.

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March 2009

Editors