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Shalendra D. Sharma
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CHINA AND INDIA IN THE AGE OF GLOBALIZATION

The rise of China and India is the story of our times. The unprecedented expansion of their economic and power capabilities raises profound questions for scholars and policy makers. What forces propelled these two Asian giants into global pacesetters, and what does their emergence mean for the United States and the world? With intimate detail, Shalendra D. Sharma's *China and India in the Age of Globalization* explores how the interplay of sociohistorical, political, and economic forces has transformed these once poor agrarian societies into economic powerhouses. Yet globalization is hardly a seamless process, because the vagaries and uncertainties of globalization also present risks and challenges. This book examines the challenges both countries face and what each must do to strike the balance between reaping opportunities and mitigating risks. For the United States, assisting a rising China to become a responsible global stakeholder and fostering peace and stability in the volatile subcontinent will be paramount in the coming years.

Shalendra D. Sharma, Ph.D., is professor in the Department of Politics at the University of San Francisco, where he has taught since 1993. He also teaches in the master's program of the Department of Economics. Sharma is the author of multiple books and articles, including *Achieving Economic Development in the Era of Globalization*; *The Asian Financial Crisis: Meltdown, Reform and Recovery*; *The Asia-Pacific in the New Millennium*; and *Development and Democracy in India*, which won the *Choice* Outstanding Academic Title Award. Sharma has also served as a consultant to the World Bank and has traveled extensively throughout India and China.

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Acronyms

ACFTA	ASEAN-China Free Trade Area
AMC	asset management companies
ARF	Asian Regional Forum
ASAT	anti-satellite
ASEAN	Association of Southeast Asian Nations
BIS	Bank for International Settlement
BJP	Bharatiya Janata Party
BRIC	Brazil, Russia, India, and China
BSE	Bombay Stock Exchange
CBRC	China Banking Regulatory Commission
CCP	Chinese Communist Party
CDO	collateralized debt obligations
CDPs	Community Development Projects
CENTO	Central Treaty Organization
CIC	China Investment Corporation
CNOOC	Chinese National Offshore Oil Company
CNPC	Chinese National Petroleum Company
CPC	Central Party Committee
CPI-M	Communist Party of India-Marxist
CSRC	China Securities Regulatory Commission
CTBT	Comprehensive Test Ban Treaty
EPZ	export processing zone
ETDZ	economic and technological zone
EU	European Union
FDI	foreign direct investment
FERA	Foreign Exchange Regulation Act
FII	foreign institutional investors
FIPB	Foreign Investment Promotion Board
FRBMA	Fiscal Responsibility and Budget Management Act
FTA	free trade area

FTZ	free trade zone
GATS	General Agreement on Trade in Services
GATT	General Agreement on Tariffs and Trade
GDP	gross domestic product
HYV	high-yielding varieties
IAEA	International Atomic Energy Agency
IAS	Indian Administrative Services
ICICI	Industrial Credit and Investment Corporation of India
IIT	Indian Institutes of Technology
IMF	International Monetary Fund
IOGC	India's Oil and Gas Company
ISI	import-substitution industrialization
ISRO	Indian Space Research Organization
IT	information technology
LAC	Line of Actual Control
LML	Land Management Law
LOC	Line of Control
MFN	most favored nation
MOF	Ministry of Finance
MRTP	Monopolies Restrictive Trade Practices Act
MTCR	Missile Technology Control Regime
NAM	Non-Alignment Movement
NATO	North Atlantic Treaty Organization
NDA	National Democratic Alliance
NEP	New Economic Policy
NGO	nongovernmental organization
NMD	National Missile Defense
NPC	National People's Congress
NPL	nonperforming loan
NPT	Nuclear Non-Proliferation Treaty
NRI	nonresident Indian
NSE	National Stock Exchange of India
NSG	Nuclear Suppliers Group
NSS	National Sample Survey
OECD	Organisation for Economic Co-operation and Development
ONGC	Oil and Natural Gas Corporation
OPEC	Organization of the Petroleum Exporting Countries
PAP	People's Action Party
PBC	People's Bank of China
PDS	public distribution system
PLA	People's Liberation Army
PRC	People's Republic of China
QDII	qualified domestic institutional investors

Acronyms

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QFII	qualified foreign institutional investors
R&D	research & development
RBI	Reserve Bank of India
RLCL	Rural Land Contract Law
RMB	renminbi
SAARC	South Asian Association of Regional Cooperation
SAR	special autonomous region
SBI	State Bank of India
SCO	Shanghai Cooperation Organization
SEATO	Southeast Asia Treaty Organization
SEBI	Securities and Exchanges Board of India
SEZ	special economic zone
SMEs	small and medium-sized enterprises
SOE	state-owned enterprise
STP	software technology parks
TRIPS	Trade-Related Aspects of Intellectual Property Rights
TVE	Township and Village Enterprise
UN	United Nations
UPA	United Progressive Alliance
USTR	United States Trade Representative
VAT	value-added tax
WMD	weapons of mass destruction
WTO	World Trade Organization



Map 1. Map of China. *Source:* <http://depts.washington.edu/chinaciv/geo/land.htm>.



Map 2. Map of India. *Source:* Map Resources. Adapted by CRs (August 2007).