

#### Economic Diversification type

- 'keeping' type: economic diversification in the some level, cross way.
- 'developing' type: economic diversification in the high level, vertical way.

Sad

## The Case of developed countries

- With some special resources: Australia, new Zealand, Canada.
- Some Middle or Small countries: Fenland, Singapore, Switzerland.
- Large countries: USA, some EU countries.
- Asian countries: Japan, South Korea.
- Why we need the international trade???



### Key point for 'developing' type

- Use the high tech and new tech to reform the traditional industries.
- Get more value by increase the technology level and deduce the negative influence by climate change.
- It can support the 'keeping' type & adaptation actions.

Sal Del

### Key factor that related with 'developing' type

- Environment sound technology transfer
- Develop the technology for developing countries need, and fit for sustainable development.

Bad

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• WTO rule on intellectual property and subside for agriculture production

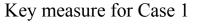
## Case 1 energy structure adjustment in China

- Economic development goal: two double in 2020 compare with 2000.
- Energy increase goal: one double in 2020 compare with 2000.
- Keep the energy elasticity low than 0.5

Dall

Dal

• Increase the share rate of natural gas and the renewable energy.



- Build up the nature gas pipeline from northwest to east.
- Increase LPG import in the southeast coast area.
- Encourage wind power and other renewable energy development.
- More serious environment standard for coal use.

### Main obstacle for Case 1

- High cost for the import key equipment, thus no competition by nature gas power generation, even we calculate the environment cost to coal power generation.
- High cost for import the windy power equipment

## Case 2 increase the income level in rural area

- Main task of Chinese government is how to rise the income level, how to increase the income level, & how to reduce the income distance between high group & low group.
- In the resent years, the total production of rice exceed the total consumption demand, the government try to use the 'keeping' type to adjust the production structure, but with little achievement.

Sol Do

#### Main obstacle for Case 2

- Lack advantage technology to reform the agriculture sector.
- The urbanization speed too slow.
- Centralized process is not good.

## What's the developed countries need to do

- Transfer the environmental sound technology by some special mechanism.
- To help the developing countries to develop the technologies that they needed & fit for the economic diversification.
- Make more flexibility on the rule for intellectual property and subside for agriculture production in WTO
- To help the education, training in developing countries especially for 'developing' type economic diversification efforts.

# What's the secretariat need to do

- Make efforts to Establish the mechanism for environmental sound technology transfer.
- To build up some mechanism to help the developing countries to develop the technologies that they needed & fit for the economic diversification.

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• Establish a channel with WTO for intellectual property and subside for agriculture production issues