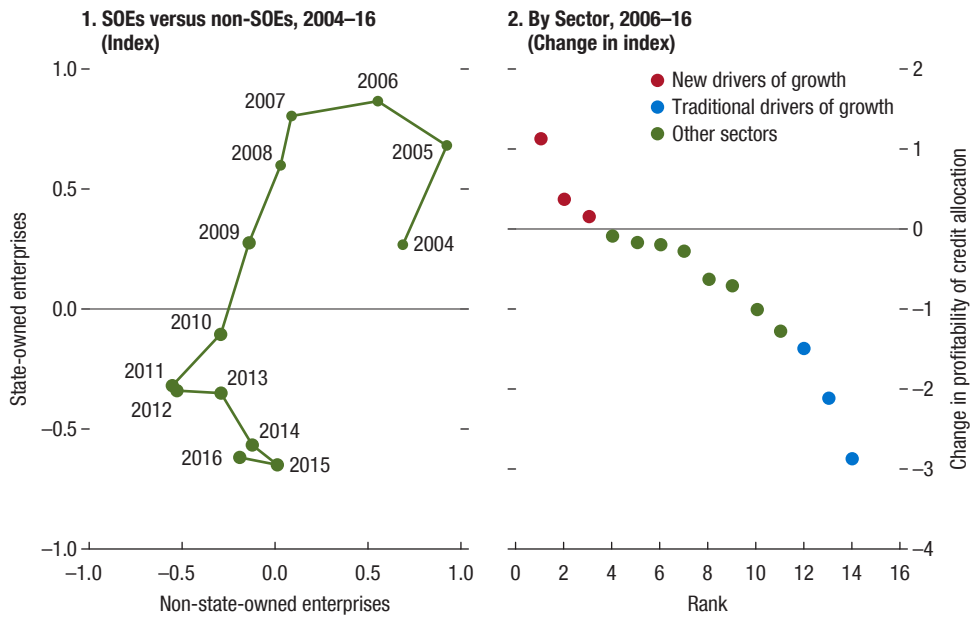


**Figure 2.2.2. China: Profitability of Credit Allocation, by Ownership and Sector**  
(Change in index points)



Sources: WIND data; and IMF staff estimates.

Note: Data are demeaned and shown as a simple three-year moving average. “New drivers” refer to sectors identified as the new drivers of growth (IMF 2017a). These sectors are information and communication technology (ICT), technology hardware and equipment, health care equipment and services, pharmaceuticals, biotechnology, and life sciences. Traditional drivers are automobiles and components, energy, and materials. Other sectors are transportation, retail, capital goods, media, software and services, consumer goods and services, real estate, and utilities. The simple three-year moving average of the indicator is used to compute the change between 2006 and 2016. To have at least 40 firms for each industry in 2006, the one-year moving average is used for the ICT sector, and the two-year moving average is used for the energy, media, and software and services sectors. See Annex 2.1 for variable definitions. SOEs = state-owned enterprises.