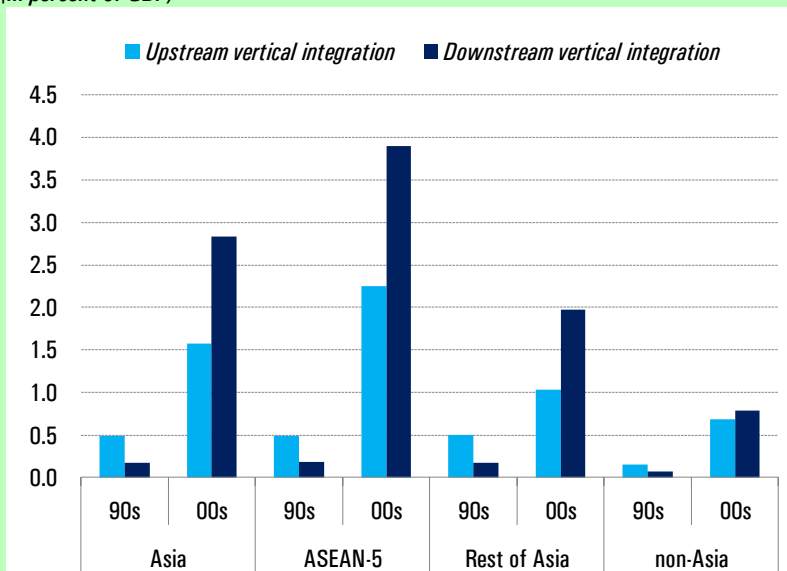
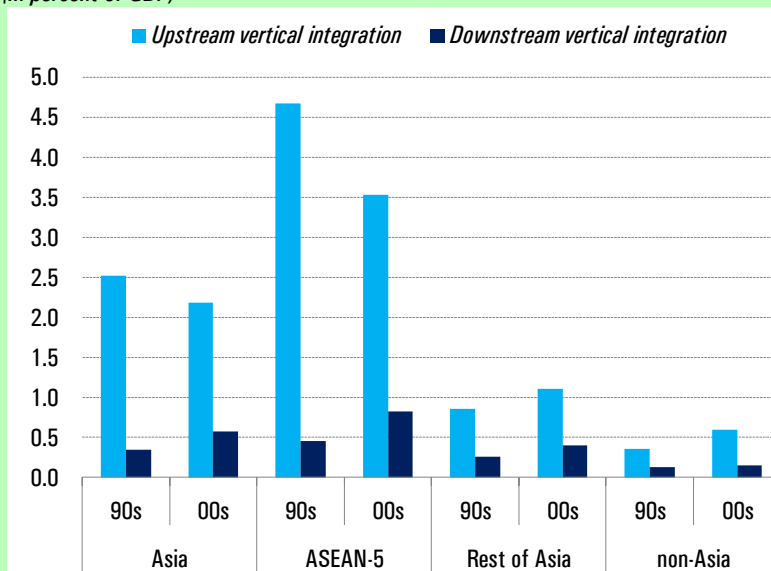


Figure 3.5

Median Vertical Trade with China¹
(In percent of GDP)



Median Vertical Trade with Japan²
(In percent of GDP)



Sources: Organization for Economic Co-operation and Development and World Trade Organization, Trade in Value-Added database; and IMF staff estimates.

¹ Calculated as period medians of the median country pair. Upstream vertical integration of China with country j is defined as value added from China embedded in country j's exports; and downstream vertical integration of China with country j is defined as value added from country j embedded in China's exports.

² Calculated as period medians of the median country pair. Upstream vertical integration of Japan with country j is defined as value added from Japan embedded in country j's exports; and downstream vertical integration of Japan with country j is defined as value added from country j embedded in Japan's exports.