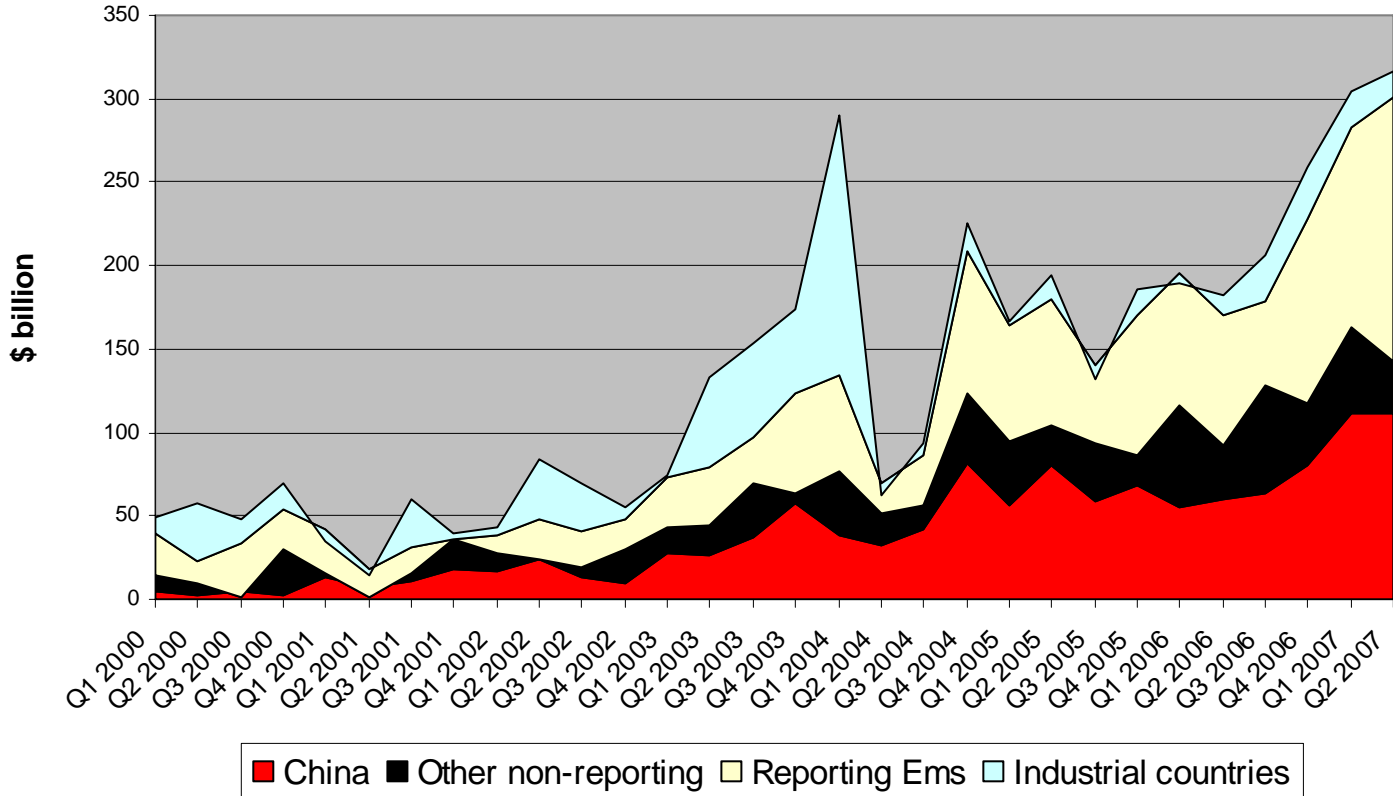


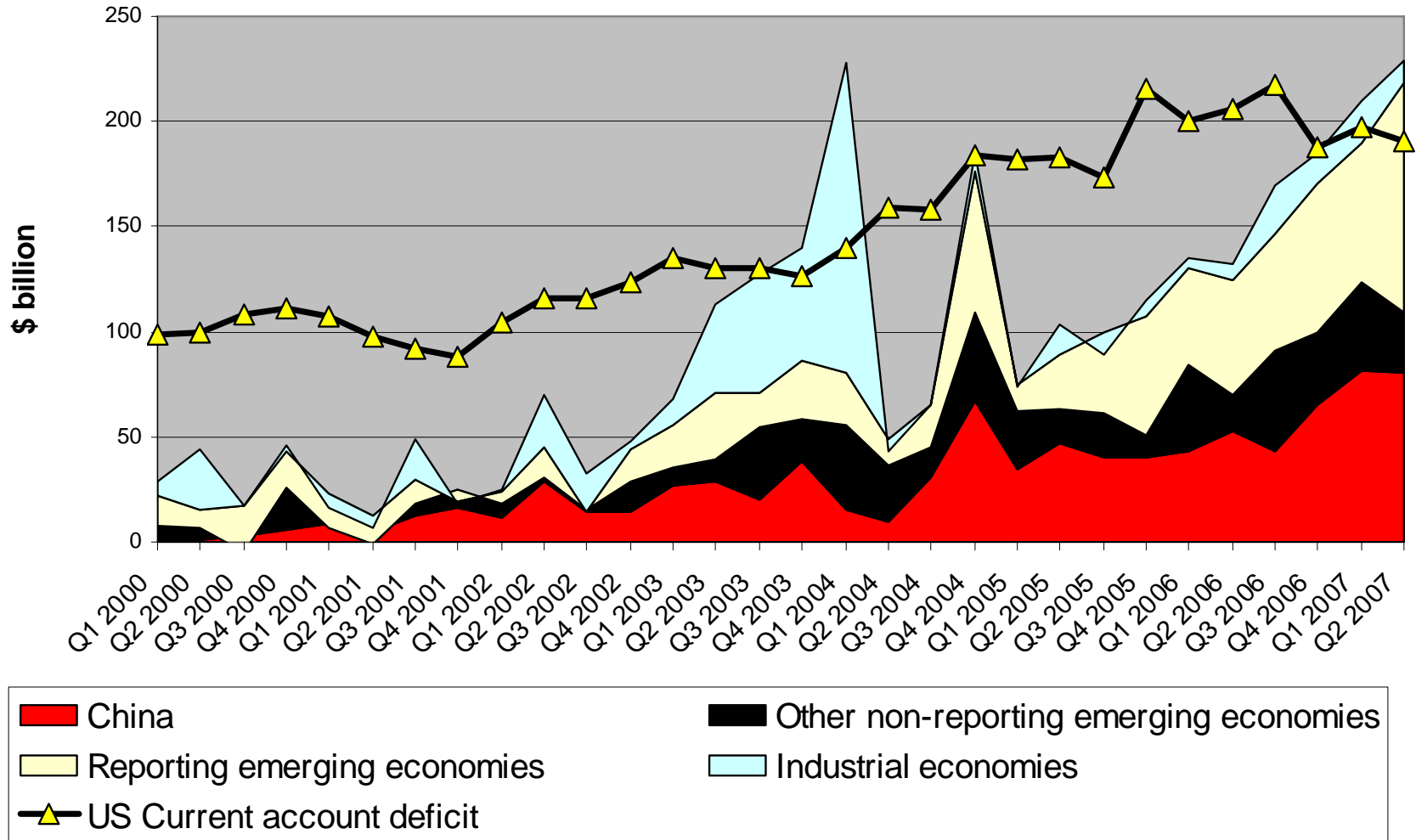
Presentation:  
Conference on China's Exchange  
Rate Policy  
Peterson Institute  
October 19, 2007

Brad Setser  
Council on Foreign Relations  
[bsetser@cfr.org](mailto:bsetser@cfr.org)

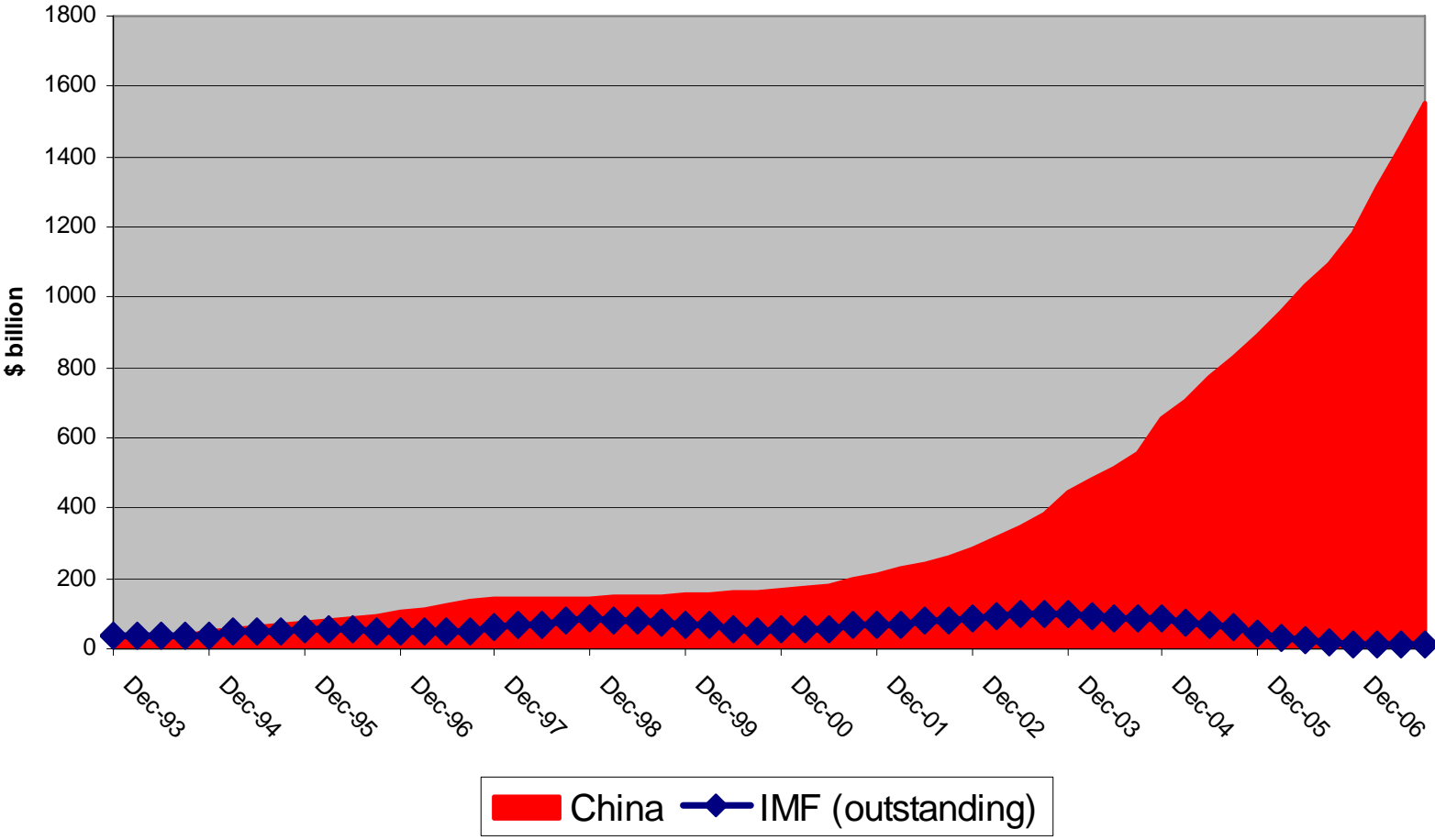
## Global reserve growth (by quarter) (COFER + SAMA non-reserve foreign assets)



# Estimated \$ reserve growth

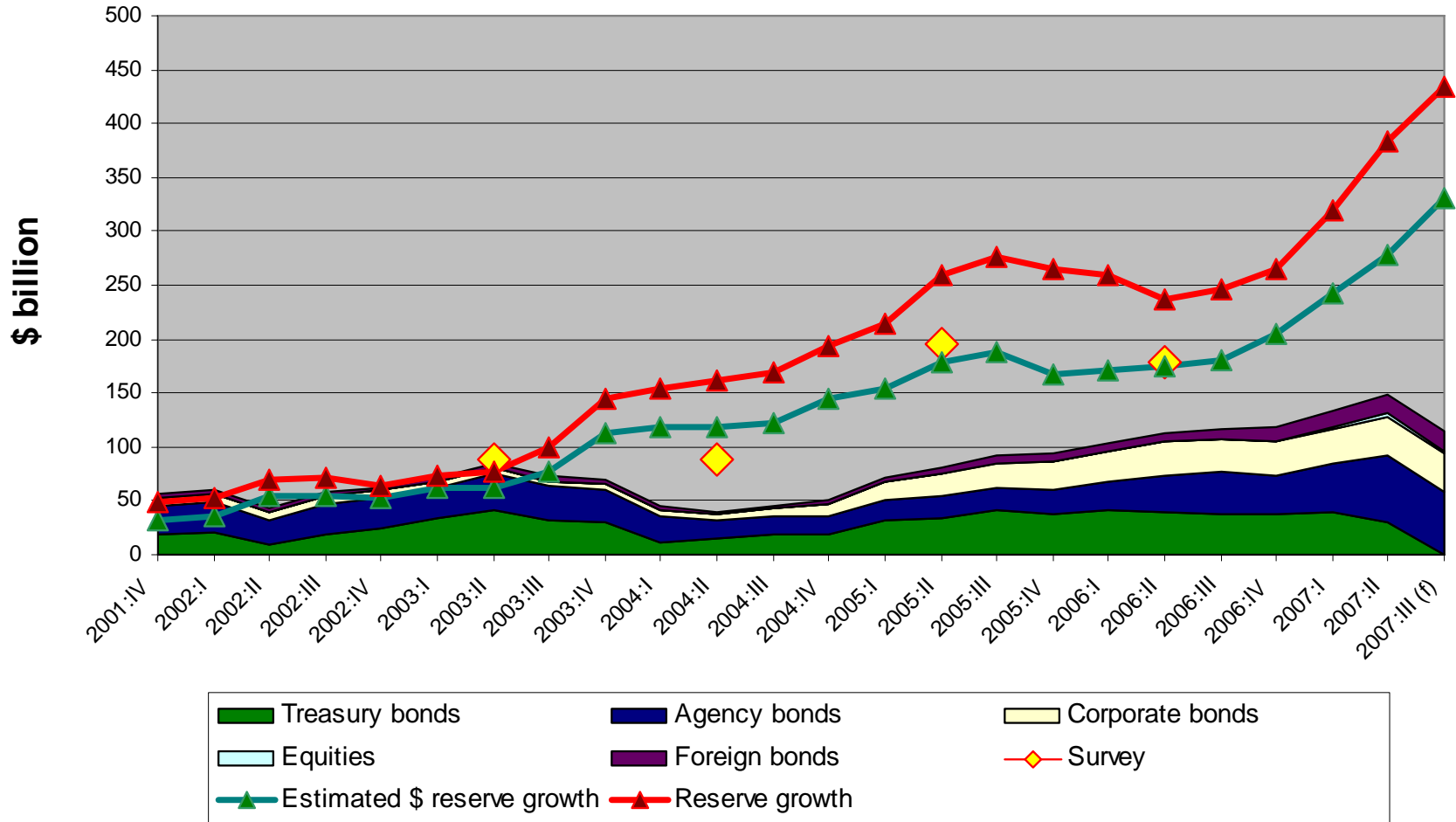


# China (Reserves + Huijin) v. IMF (GRA loans outstanding)



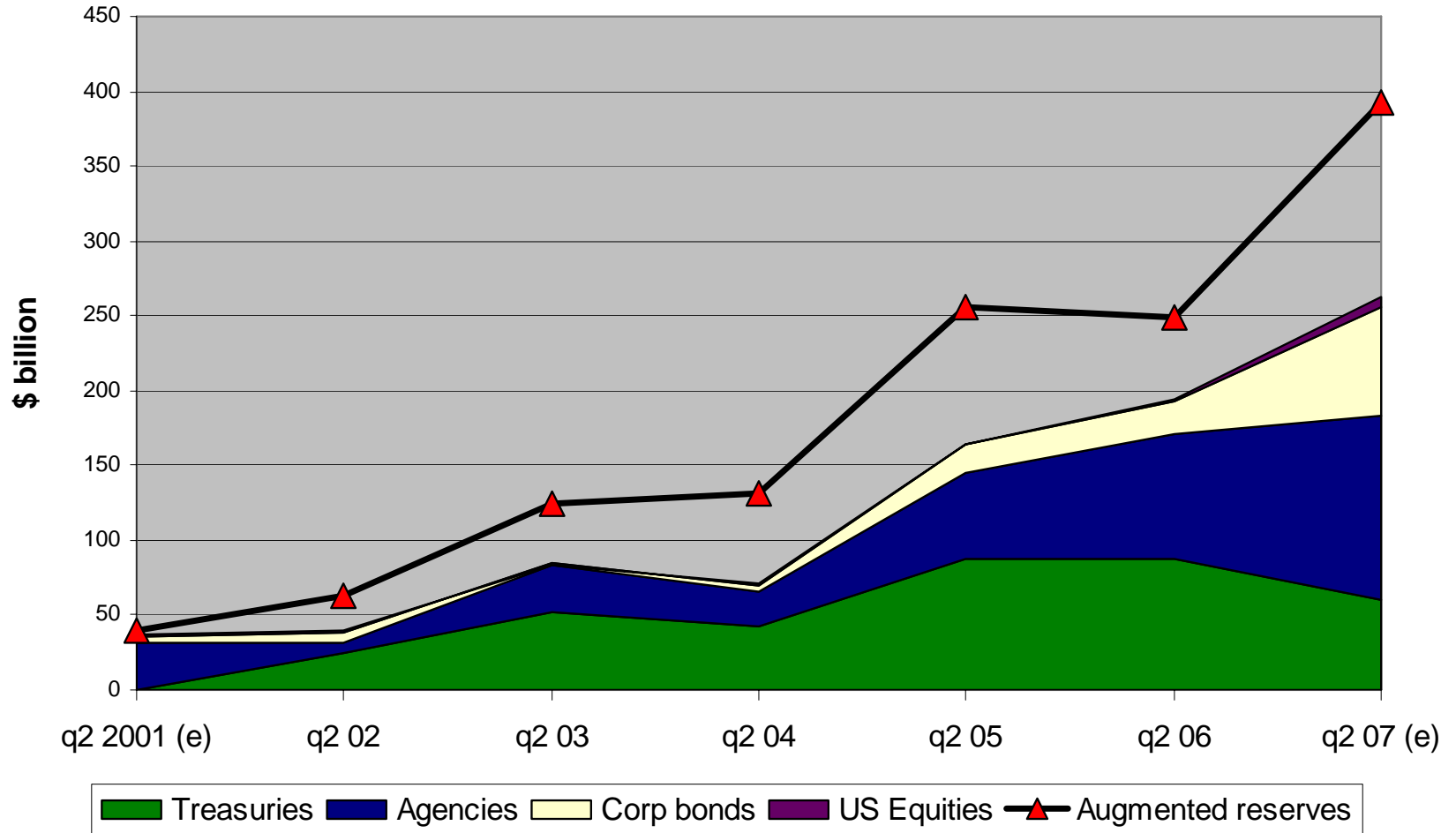
# Chinese demand for US assets

Reserve data has been adjusted for Huijin/ estimated swaps/ estimated CIC transfers  
 Dollar reserve growth assumes a constant 70% \$ portfolio share

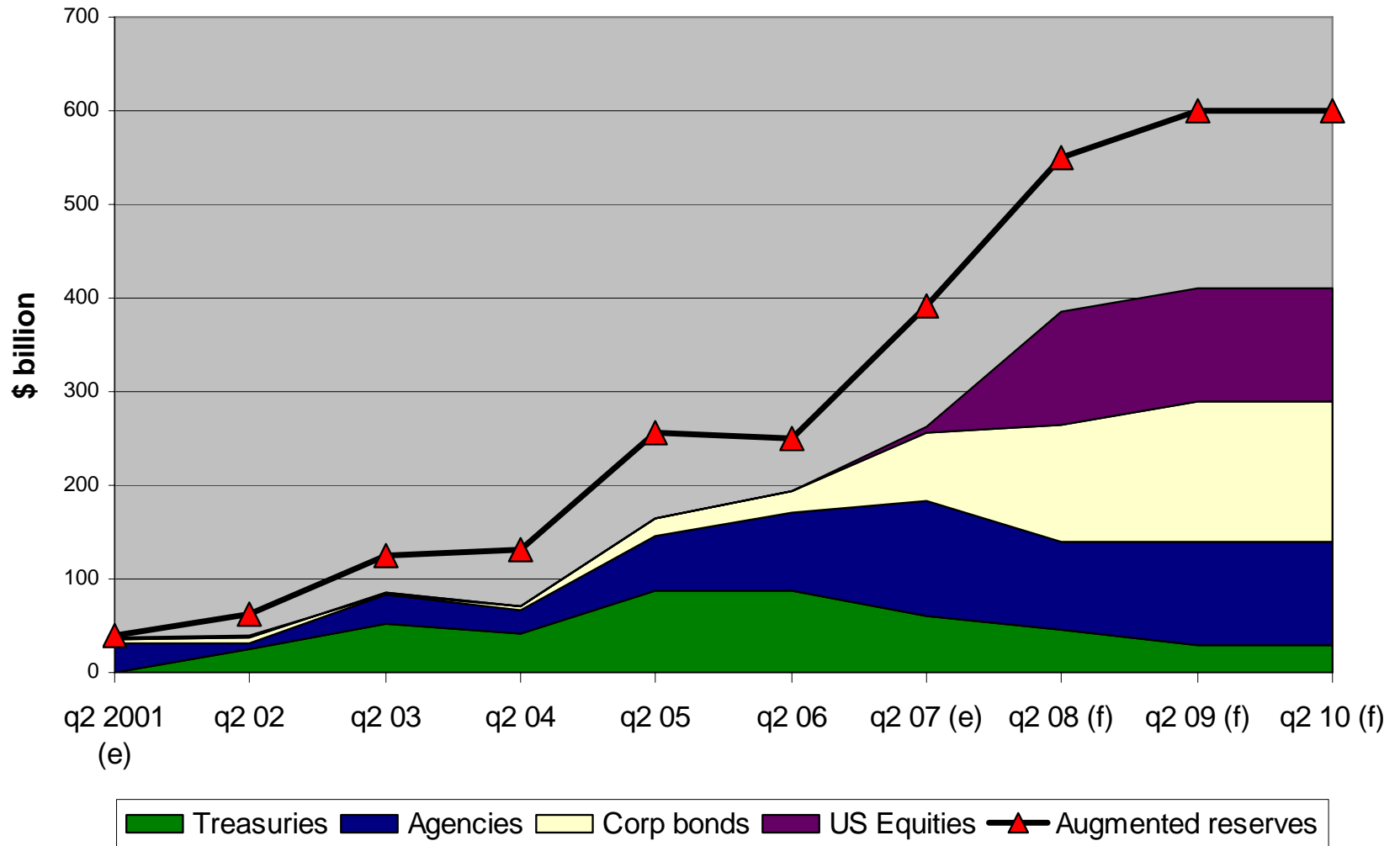


# Chinese purchases of US assets

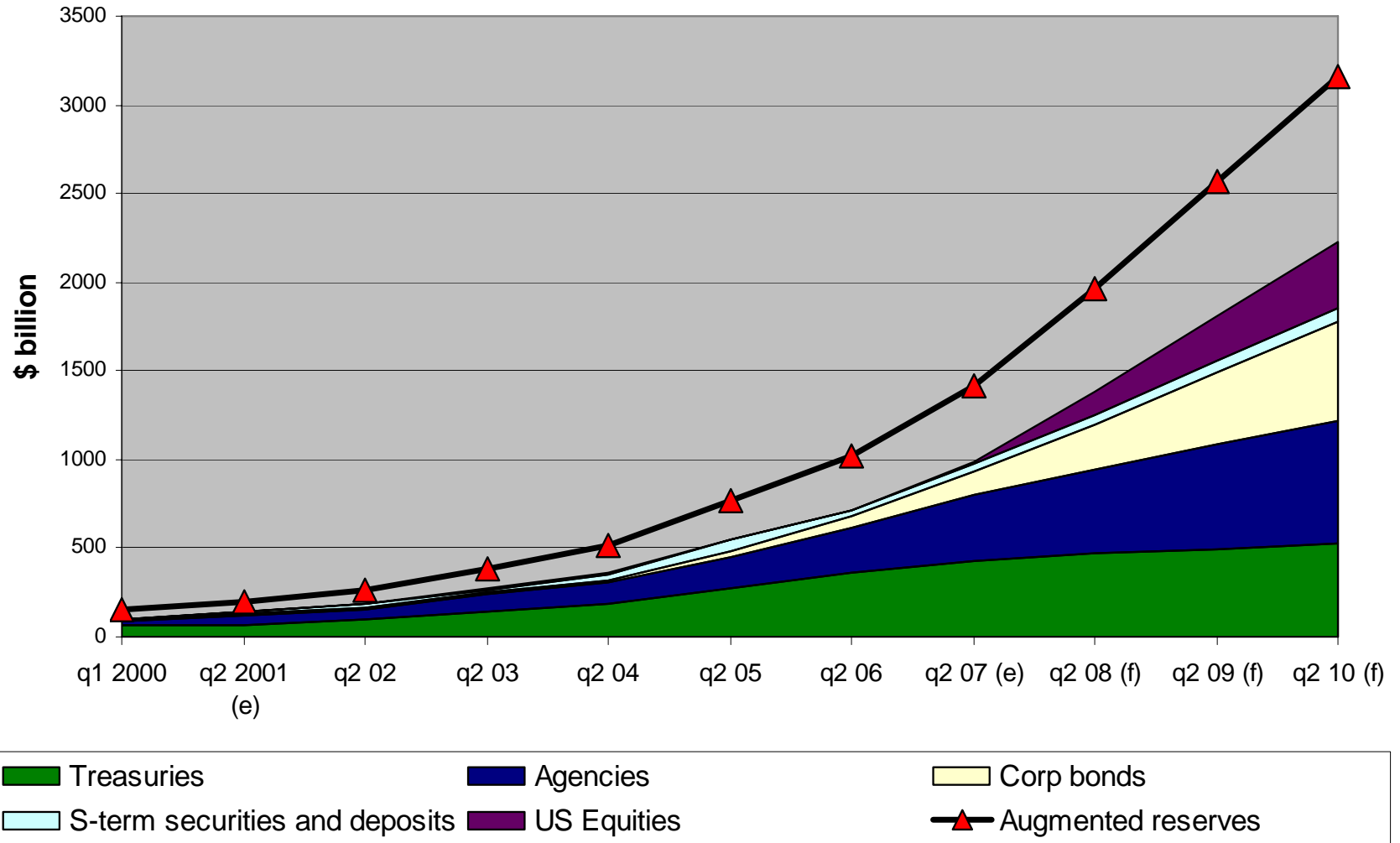
\$ billion, Survey data, 2007 = estimate



# CIC Changes the Composition of Flows

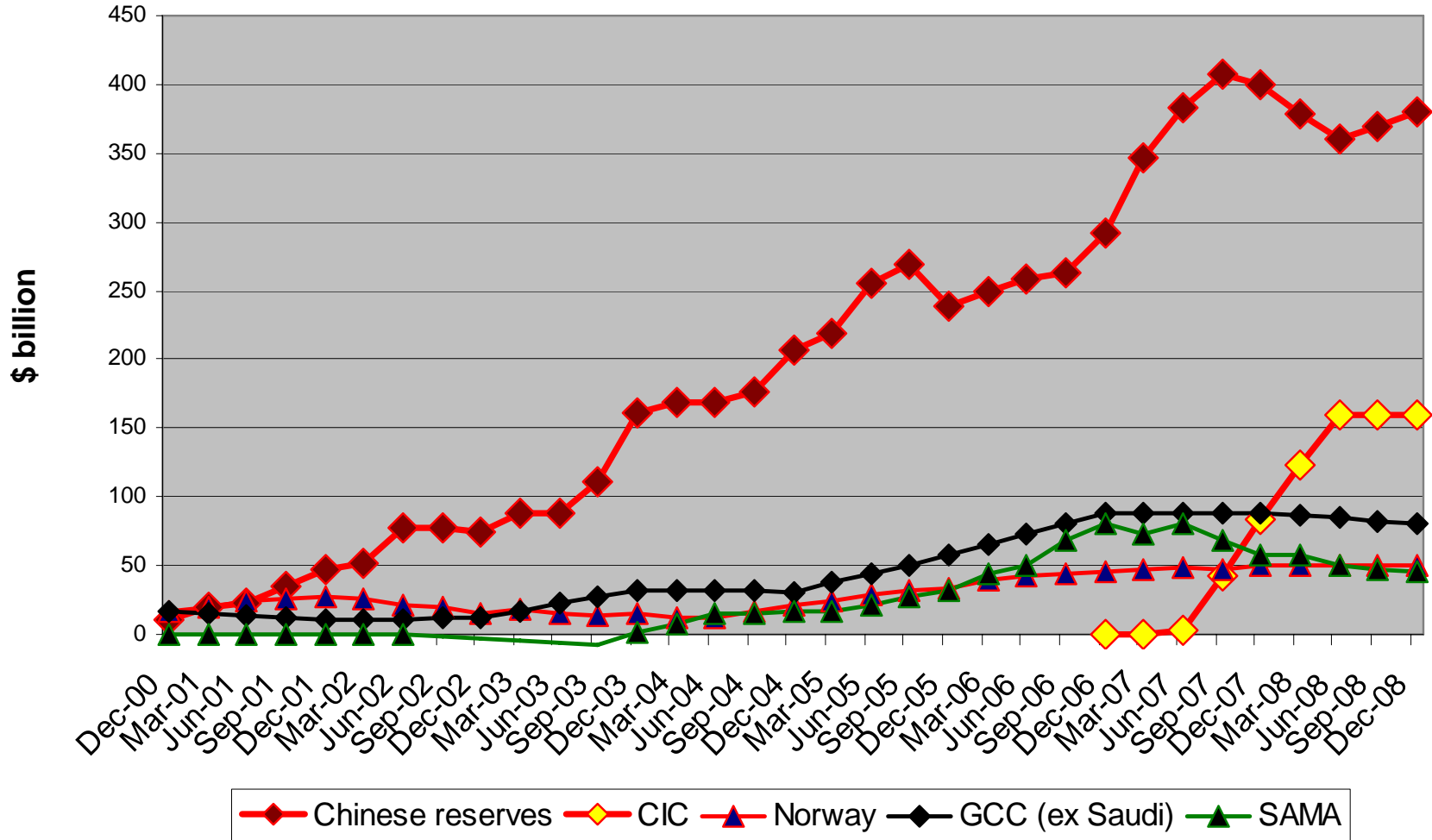


# Chinese holdings of US assets in 2010?





# China CIC v oil funds: Rolling 4q sums



# Purchases of US equities: China v oil funds ...

