

## Macro Roundup Article

**Headline:** [Europe Can't Decide How to Unplug from China](#)

**Article Link:** <https://www.economist.com/international/2023/05/15/europe-cant-decide-how-to-unplug-from-china>

Author(s)	Economist Staff
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**Tweet:** According to an @TheEconomist analysis, Europe has significantly more economic exposure to China than the US. 8% of public European firms' revenues are from China relative to 4% for American firms.

**Summary:** Europe is more economically exposed to China than America is. Some 8% of publicly-listed European firms' revenues are from China, compared with 4% for American ones, according to Morgan Stanley. Europe and America send a similar share of goods exports to China (7-9%), but because Europe is a more trade-intensive economy its sensitivity is higher. Multinational investments in China are worth 2% of Europe's GDP compared with 1% for America. We have come up with a yardstick of "total China exposure". We measure each country's exposure as a share of its own economy. The European big six's total China exposure has hit 5.6% of their combined GDP, up from 3.9% in 2011. That is higher than America's at 4.2%. There is a big range: Italy and Spain are at just 1-2%, France and Britain are at 4-5%. Germany is a huge outlier at 9.9%.

**Primary Topic:** China

**Topics:** China, Data, Database, GDP, News article, Security, Trade (not deficits)

**Permalink:** <https://www.edwardconard.com/macro-roundup/according-to-an-theeconomist-analysis-europe-has-significantly-more-economic-exposure-to-china-than-the-us-8-of-public-european-firms-revenues-are-from-china-relative-to-4-for-american-firm?view=detail>

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