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DRIVERS OF ECONOMIC PROGRESS

- CAPITAL ACCUMULATION (hard, soft, human)
- INNOVATION
- INSTITUTIONS
- COMPETITION
- RESOURCE ALLOCATION (capital, labor, knowledge)
World Income by Region

Percent

- Middle East and Europe
- Transition
- Latin America
- Asia
- Africa
- Other
- Japan
- United States
- Euro Union
SHARE OF WORLD GDP: 1890 AND 1995
(Source: A. Maddison)

The bar chart shows the share of world GDP for Europe, the US, USSR/Russia, Japan, and China in the years 1890 and 1995. Europe had the highest share in both years, followed by the US. The share for USSR/Russia and Japan was significantly lower, with China showing a modest increase from 1890 to 1995.
PER CAPITA INCOME MULTIPLE: 2000
(Compared to 1870)

- W. Europe
- US
- L. America
- Japan
- China
- AFRICA
World Per Capita GDP
1990 Int. Dollars

- 1700
- 1820
- 1952
- 1995

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World Economic Growth
Percent

Average Growth
1969-2001: 3.7%
<table>
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<th>Exports From/To</th>
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<th>Dev. Countries</th>
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<td>Dev. Countries</td>
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