

Related Works on China from the Scowcroft Center for Strategy and Security

Franklin D. Kramer. *Managed Competition: Meeting the China
Challenge* 2014 ~~Center~~

TABLE OF CONTENTS

The single most important challenge facing the United States in

accommodating the new expansionary monetary policy without creating an inflation crisis and weakening the role of the US dollar

- b strengthening, consistent with existing international treaties, multilateral human rights institutional arrangements to maintain multilateral pressure on both China's domestic human rights practices as well as the Communist Party's international political legitimacy

Areas of Continued Strategic Cooperation

There is a further set of policy challenges where it is in US interests, together with those of allies, to continue to engage in bilateral or multilateral strategic cooperation with China. This is not to make Americans feel better or

twenty-first century—is now under significant challenge by the emer-

capacity, reach, and impact. Both in reality and perception, China is in the process of superseding the United States as the world's largest economy over the coming decade, although there will still be differing strengths and weaknesses between them in trade, investment, capital, technology, and talent. Third, Moscow never e

as central to its national and international ethos. Instead, China now champions its own version of authoritarian capitalism, at home, and now abroad.

Of course, with a perfect combination of internal and external pressures, triggered by a series of acute systemic crises, the CCP may indeed collapse. It would, however, be foolhardy for US strategists to bet the bank on it. Far

well-funded and increasingly sophisticated national scientific research establishment.

8. **The absence of any significant US dollar-denominated public or private debt**, combined with continuing controls on its capital account and a nonconvertible currency, underscores China's ability to withstand externally caused or induced financial crises.

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22.

million people in China su

DMITRI LOVETSKY/POOL VIA REUTERS

16.

Establishing a Long-Term

of free economies. If this economic dimension of a future US China strategy is not addressed, the rest of the strategy recommended in this paper will

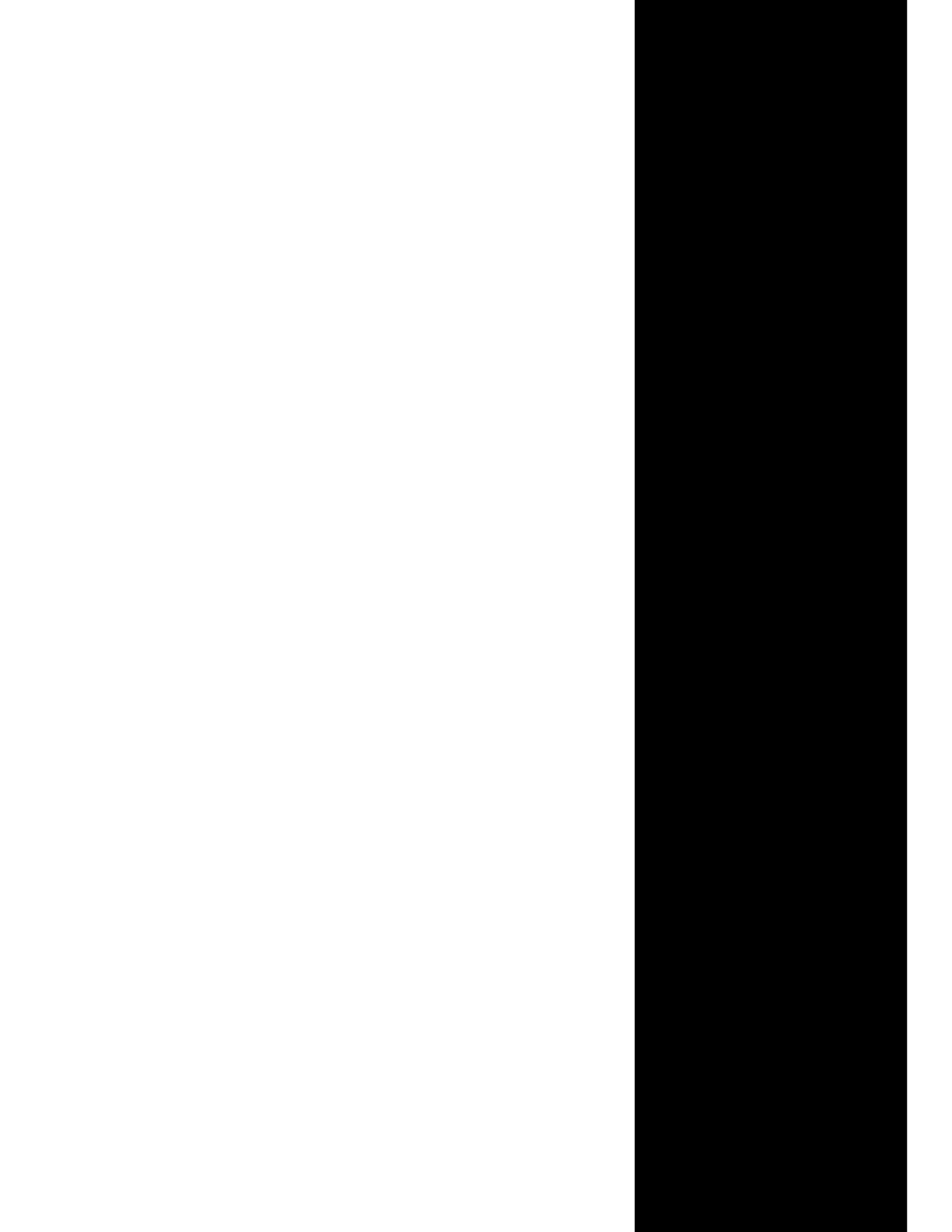
in the years ahead. This applies to both South China Sea and Taiwan contin-

China will probe how serious the United States will be in the execution of this new strategy—by identifying the weakest link in the chain. The United States

calculation. After that milestone is passed, possibly by the end of the current

- b prioritizing trade, investment, development, diplomatic, and security relations between the United States and each of the Southeast Asian states, particularly with US allies Thailand and the Philippines, to prevent further strategic drift by Southeast Asia toward China

b



The Atlantic Council is a nonpartisan organization that promotes constructive US leadership and engagement in international affairs based on the central role of the Atlantic community in