

## 2 Koreas

Why the market is better....

# Which is better?

- Mixed Market economy ( government + market) system to solve the scarcity issues...what to produce? How to produce? For whom to produce?

OR

Command/planned economy where government make all of the economic decisions about resources ...what to produce? Etc etc..

# Mobile phone...

## Hardly anyone has a mobile

Mobile phone subscriptions, 2015



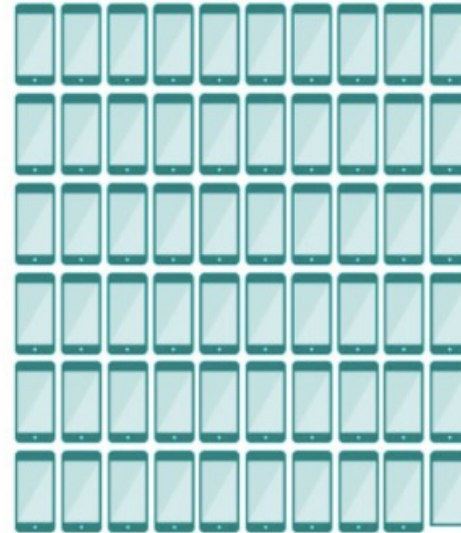
North Korea

3.2 million



South Korea

58.9 million

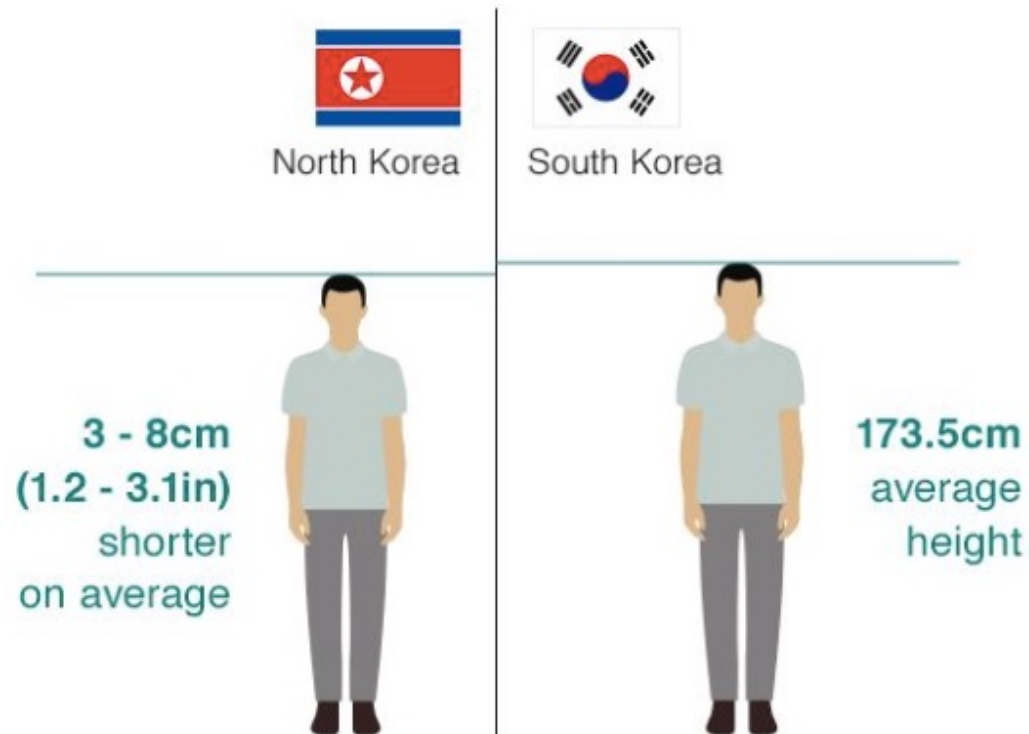


Source: CIA World Factbook

BBC

# Necessities...food!

## North Koreans are shorter than South Koreans

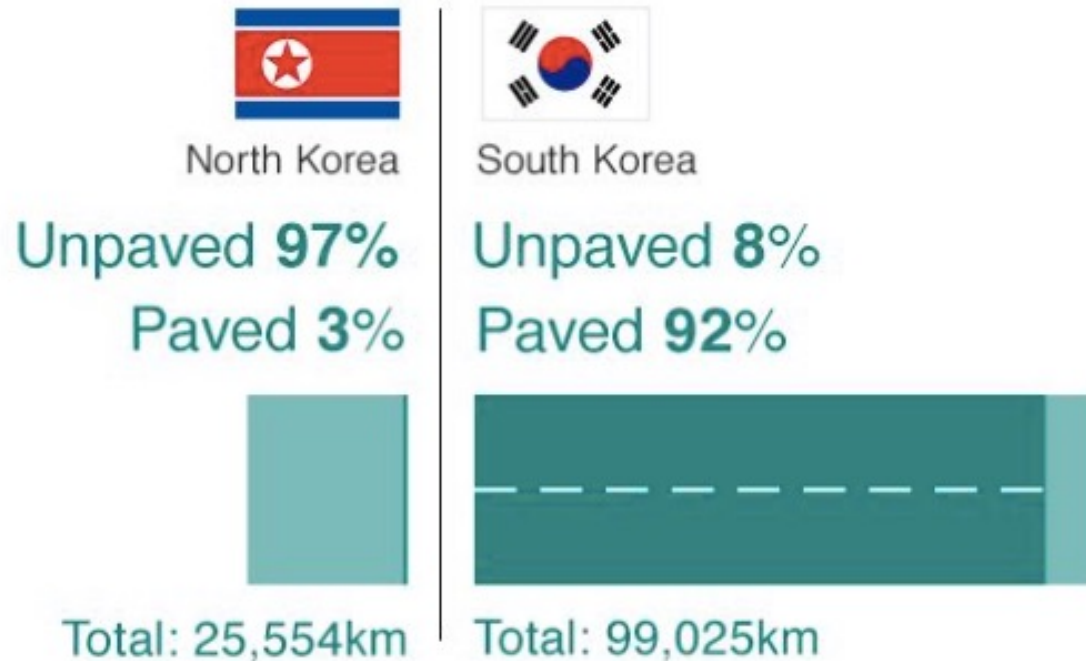


Source: OEC

BBC

# Infrastructure...roads

## North Korea's roads are bad



Source: CIA World Factbook

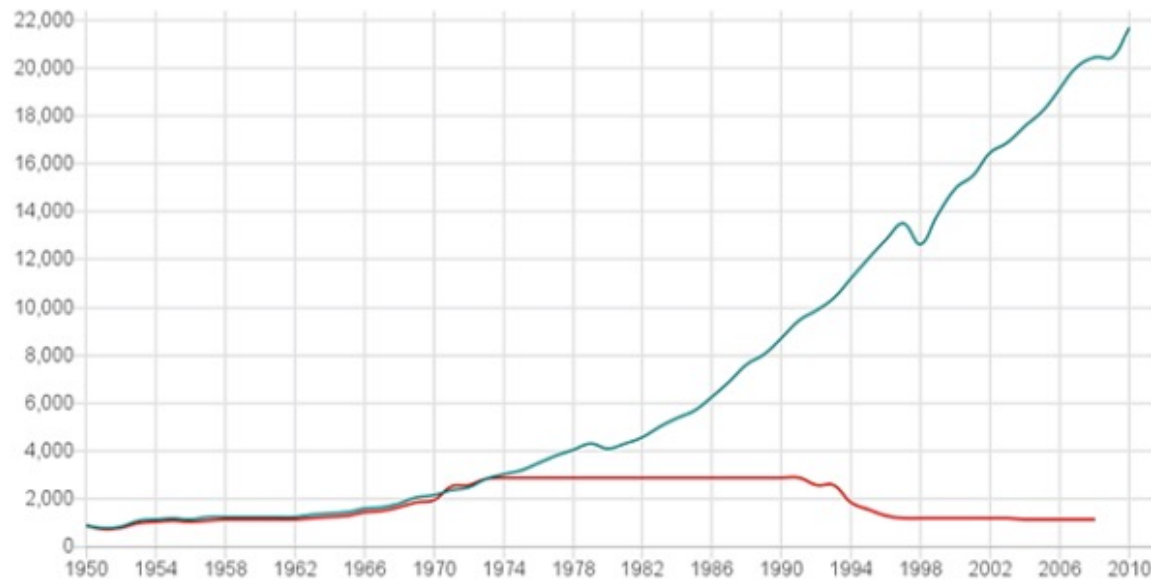
BBC

# Gross Domestic Product...

**But the Koreans used to be much more closely matched**

GDP per capita in USD, 1950-2010

— S. Korea — North Korea



Source: The Maddison Project

BBC

# Public good...military spending

## Military might

		 North Korea	 South Korea
Active Personnel			
Total		<b>1,190,000</b>	<b>630,000</b>
Army		1,020,000	495,000
Navy		60,000	70,000
Air force		110,000	65,000
Paramilitary		189,000	4,500
Reserves		5,700,000	4,500,000
Tanks		3,500	2,434
Aircraft		545	567
Submarines		73	23
Artillery		21,100	11,000

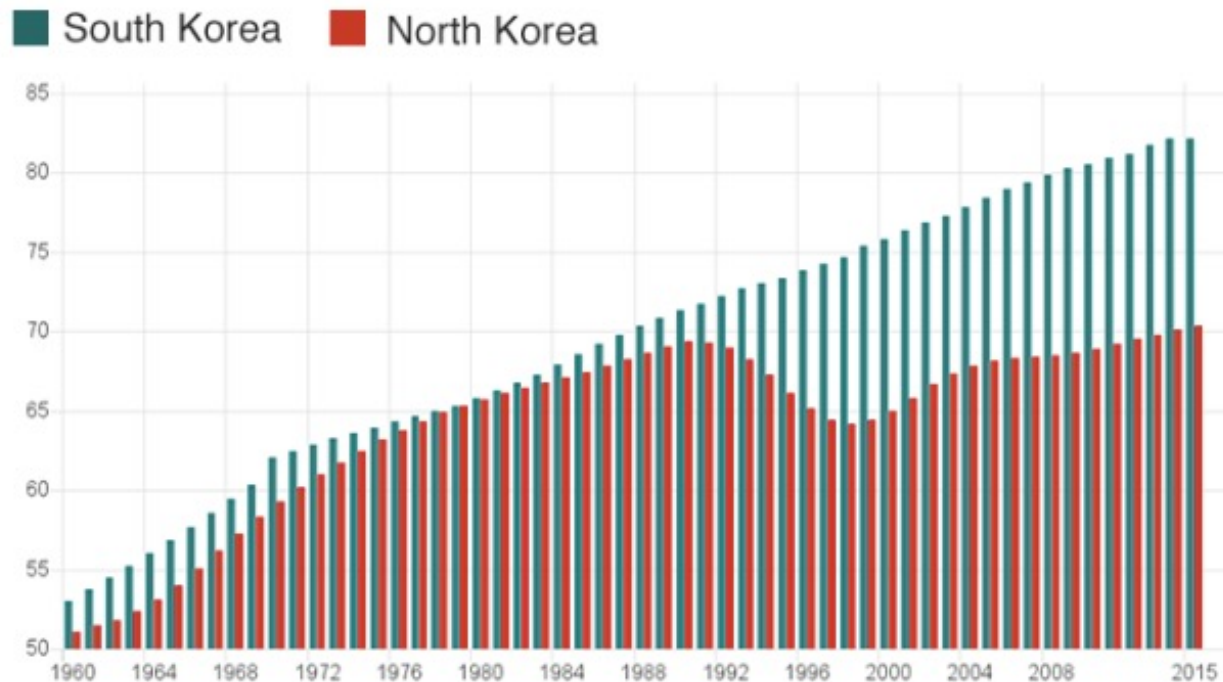
Source: The Military Balance 2017, IISS

BBC

# HDI...life expectancy

## South Koreans live longer

Average life expectancy, 1960-2015



Source: World Bank

BBC



# Population

## ... but North Koreans have more babies

Birth rate per 1,000 people

— S. Korea — North Korea



Source: World Bank

BBC

# South Korean Multi National Firms (MNC's)



# North Korean Multi Nationals

