**Power Distance** – Chinese citizens accept that inequality in multiple levels of life is a real thing and is acceptable. This comes from the culturally passed on filial piety concept.

**Individualism** – China is a collectivist society. Their collectivist culture is what allowed communism to be the dominant governing ideology for a few decades, it enticed the common people and workers into thinking it was the perfect model for the nation. In the workplace, relationships with individuals matter more than the task at hand, leading to more preferential promotions or decreased discipline. This is also where the concept of Guanxi can be attributed to.

**Masculinity** – China is a masculine society, oriented towards success and driven towards creating new innovations in many different fields and industries. In the business world, Chinese business owners want to be the best making it a very competitive and cutthroat business environment which causes some of the private Chinese companies to overstep laws which can get them in trouble with the CCP.

**Uncertainty Avoidance** – China is comfortable with ambiguity. Their language is ambiguous as well which contributes to their comfortability with ambiguity. This is also a learned cultural value that stems from the constant regime changes they have experienced throughout their history. Chinese citizens have mastered being adaptable no matter who is in charge.

**Long Term Orientation** – China is a pragmatic nation, preferring the realistic rather than optimistic. This is demonstrated by their willingness to save and invest shown in their Central Bank being the largest in the world as well as their consistent surplus in trade.

**ABSTRACT:** China as a civilization has enjoyed a very long history when compared to other nations and is becoming a leader in innovation while maintaining a strong cultural identity. This cultural identity is often reflected in politics as well as in the way business is conducted. While there are many prominent theories, researchers in the past have commonly cited Confucianism as the driving factor for China’s cultural economics. This research explores the concept of cultural economics and identifies the qualities and attributes China has preserved and still exhibits today. Historical texts, modern fiscal policy, and insights from Hofstede are used to analyze modern China’s business environment, geopolitical standing, and role in the overarching world economy. Preliminary data was collected using Hofstede’s cultural dimensions and was plotted against both the US and China to discern how cultural attitudes are shifting to cause negative outlooks on Chinese business practices and governance.

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**Data from The World Bank**

The graph on the top illustrates how the Chinese economy (GDP) did under various Paramount Leaders. While the reform and opening up of their markets is ultimately what has made China a world power, the effects of Maoist communism helped influence economic metrics like trade surplus which is demonstrated on the graph on the down.