

# **A Growth Strategy for Bihar**

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Bihar has begun a turnaround

Security

Infrastructure

Public services

Danger of being stuck in “low-level” trap

# What is a ‘low-level’ trap?

Get education and health right

But educated/healthy people leave if no well-paying jobs

Bihar spends the money, other states/countries reap the benefits.

Where will the well paying jobs come from?

## Agriculture?

Many cases of modest improvements

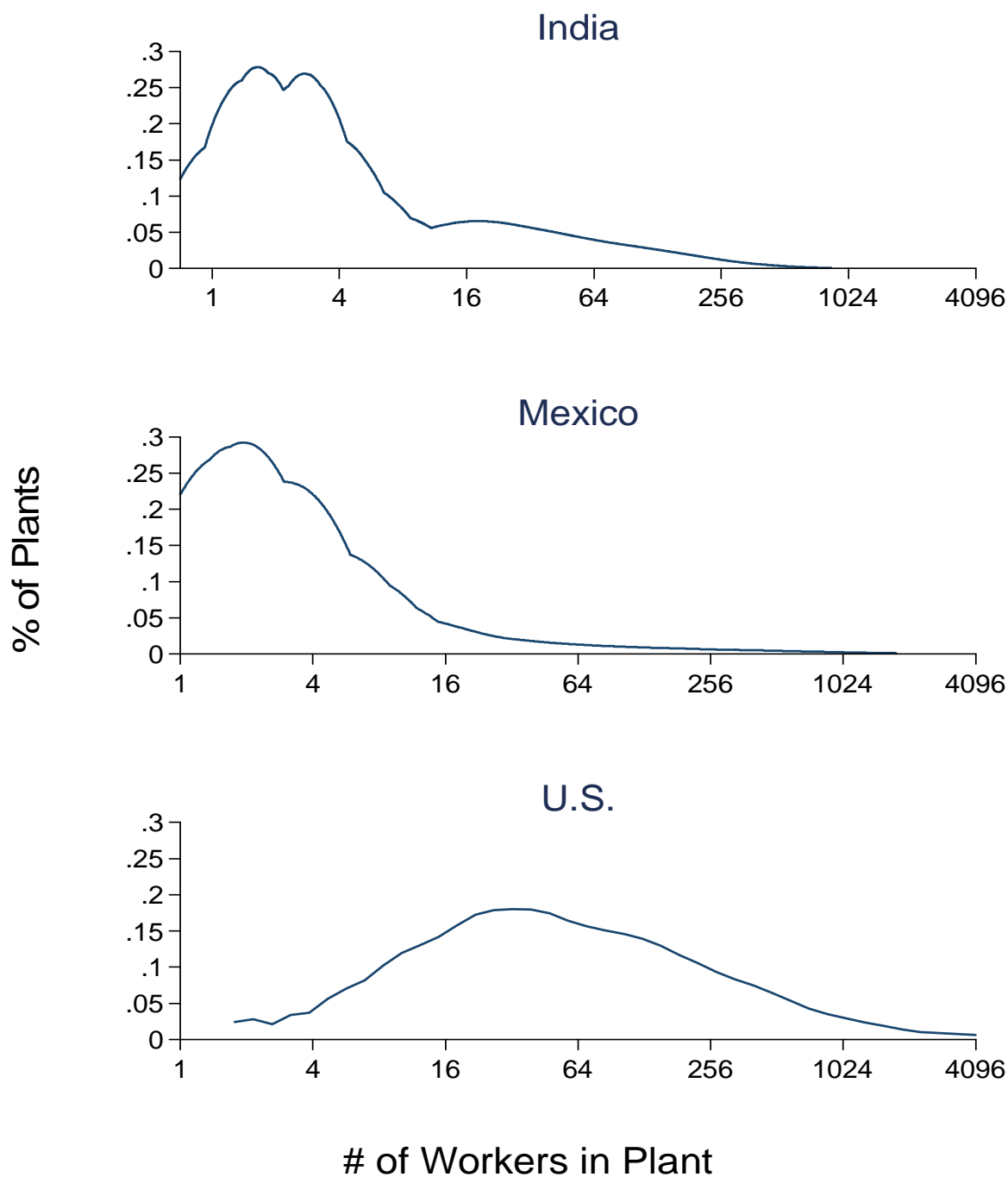
Only case of dramatic improvement is  
Brazil

All cases of productivity growth in  
agriculture associated with *less* workers  
in agriculture

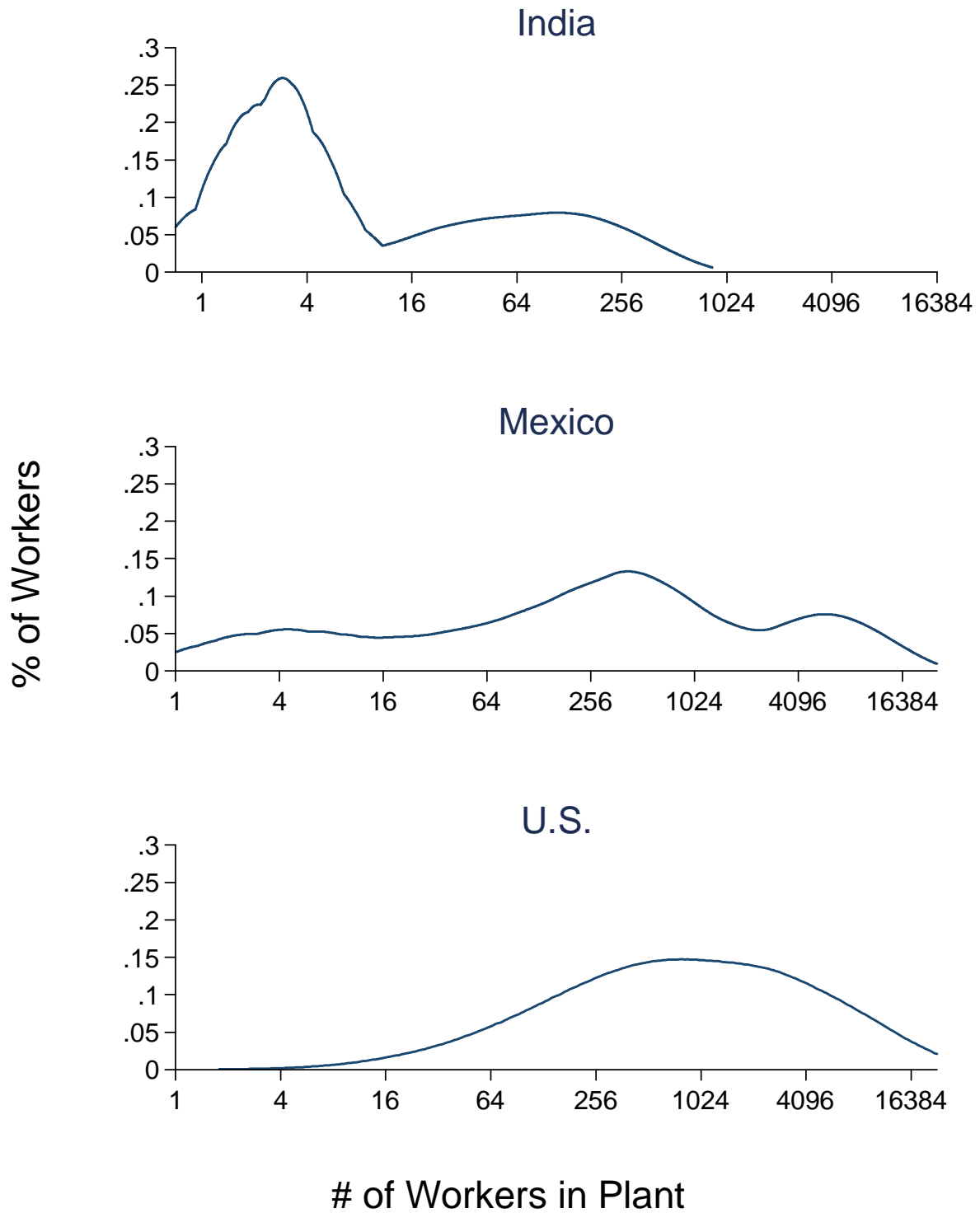
**Industry?**

Where will industry come from?

# Density of Plants by Size



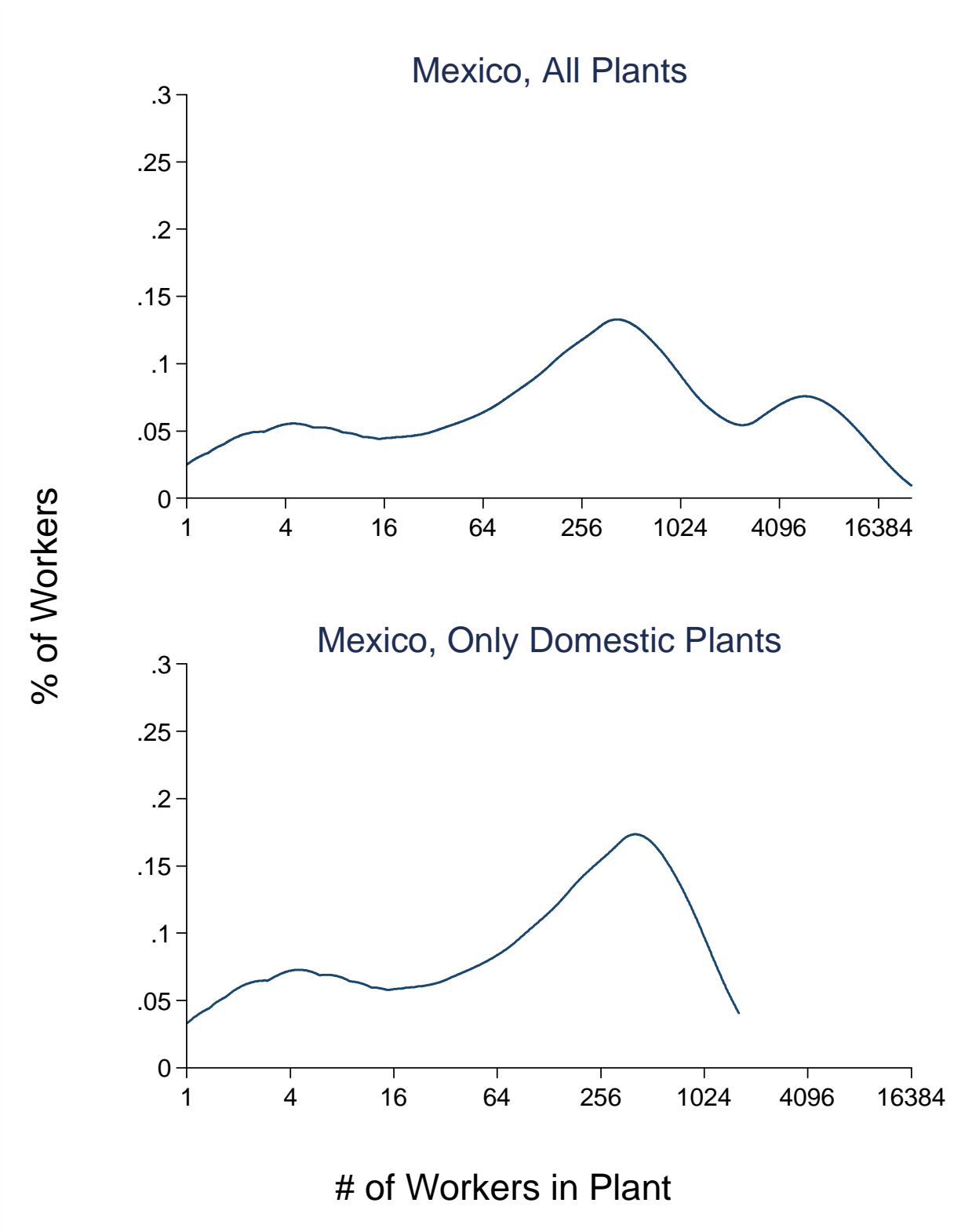
# Distribution of Employment by Plant Size



## Distribution of Employment by Plant Size

	<b>25</b>	<b>Median</b>	<b>75</b>
<b>India</b>	2	4	42
<b>Mexico</b>	32	287	957
<b>U.S.</b>	272	868	2,773





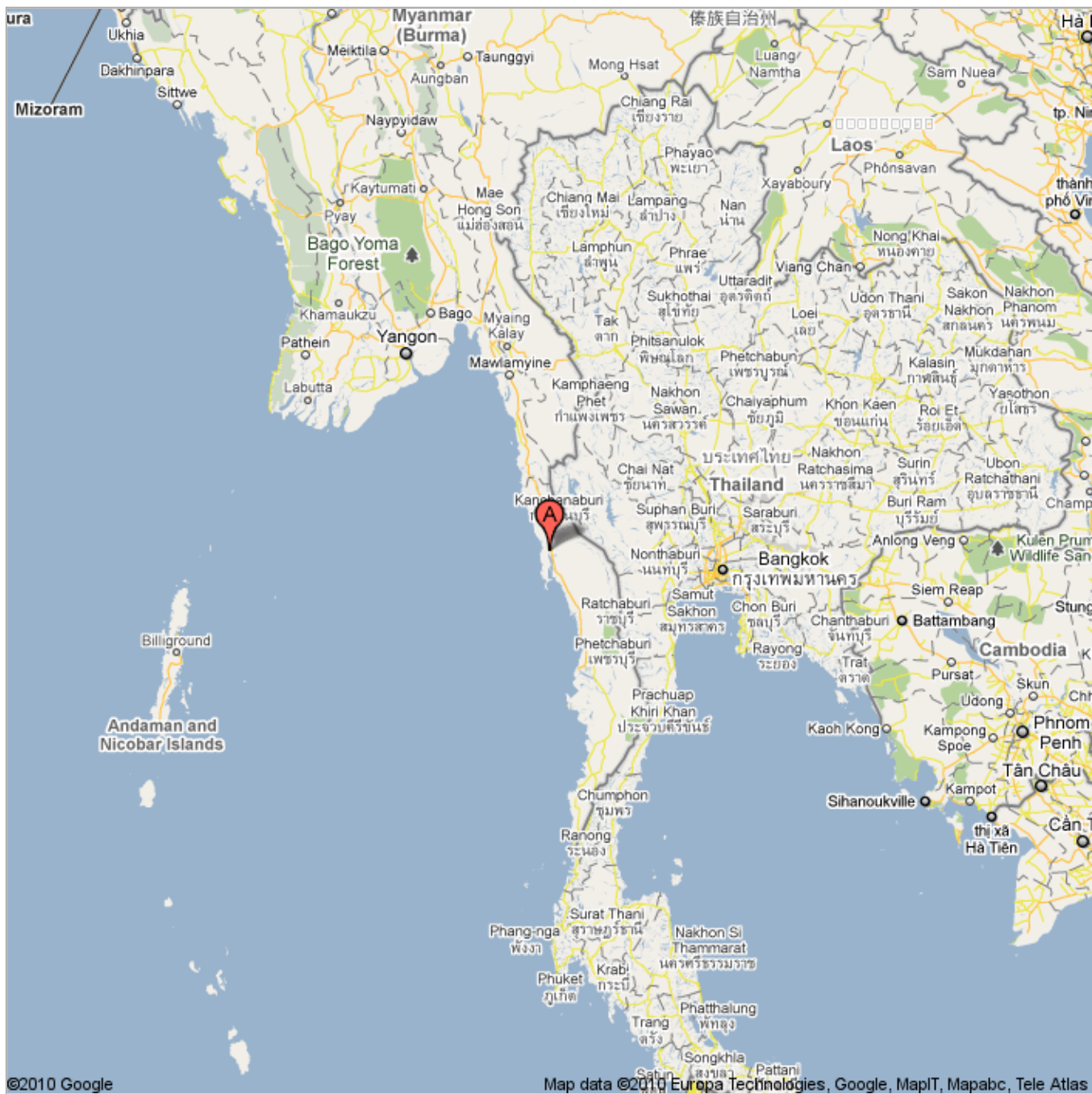


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Bangladesh

Ready made garments

Employ 3 million workers (mostly women)

If Bangladesh and Myanmar can do it, why not Bihar?