

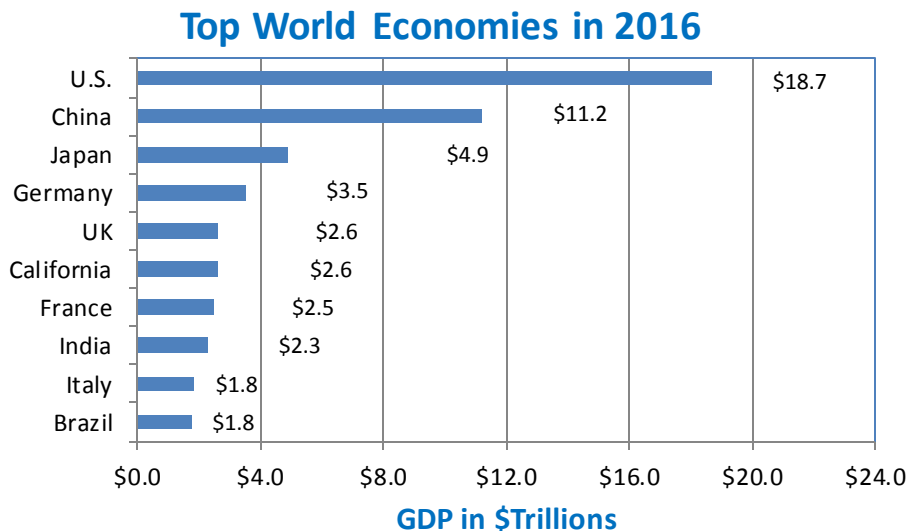
July 2017

California Remains the World's 6th Largest Economy; Could Pass the U.K. in 2017

California remained the world's 6th-largest economy in 2016 with a GDP of \$2.6 trillion and is close to the U.K. for 5th place as California's economy surged ahead.

According to World Bank estimates released in July 2017, China was the world's second-largest economy in 2016 with a GDP of \$11.2 trillion or more than half of the U.S. total of \$18.5 trillion. Japan, Germany and the United Kingdom were the next three largest world economies in 2016 with the U.K. GDP of \$2.62 trillion just slightly ahead of California's \$2.60 trillion. France, India, Italy and Brazil round out the top ten economies.

The next largest economies in 2016 were Canada (\$1.5 trillion), South Korea (\$1.4 trillion), the Russian Federation (\$1.3 trillion) and Australia and Spain (\$1.2 trillion).

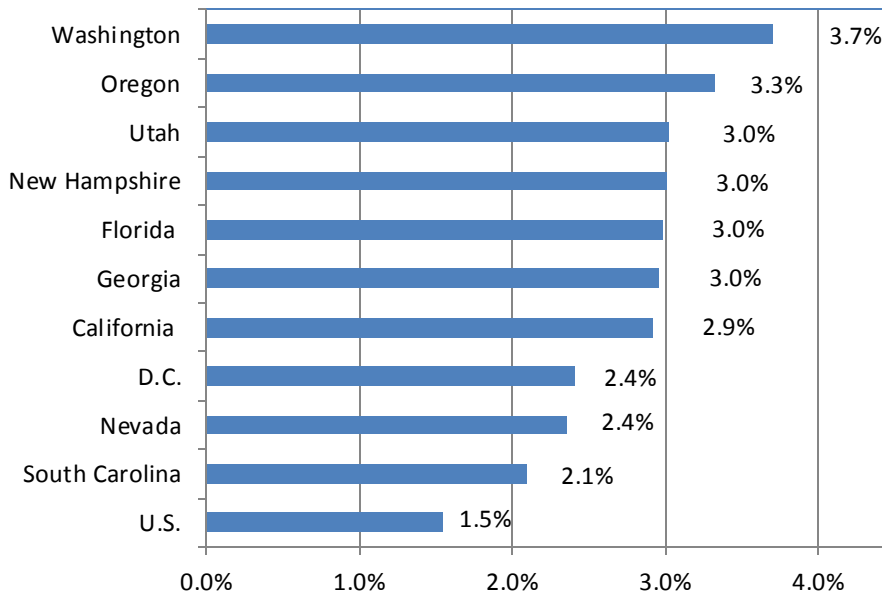


The world GDP data can be found on the World Bank website at http://data.worldbank.org/indicator/NY.GDP.MKTP.CD?order=wbapi_data_value_2010+wbapi_data_value+wbapi_data_value-last&sort=desc. The California and U.S. data are from <http://www.bea.gov/regional/index.htm>. All of the data above are in current 2016 dollars.

Fastest State Growth in 2016

California had the 7th highest real Gross State Product (GSP) growth among states in 2016 at 2.9% outpacing the national 1.5% growth rate with five states including Utah, New Hampshire, Florida and Georgia bunched closely together. No resource based economies were in the top ten states for growth in 2016.

Real GSP Growth in 2016

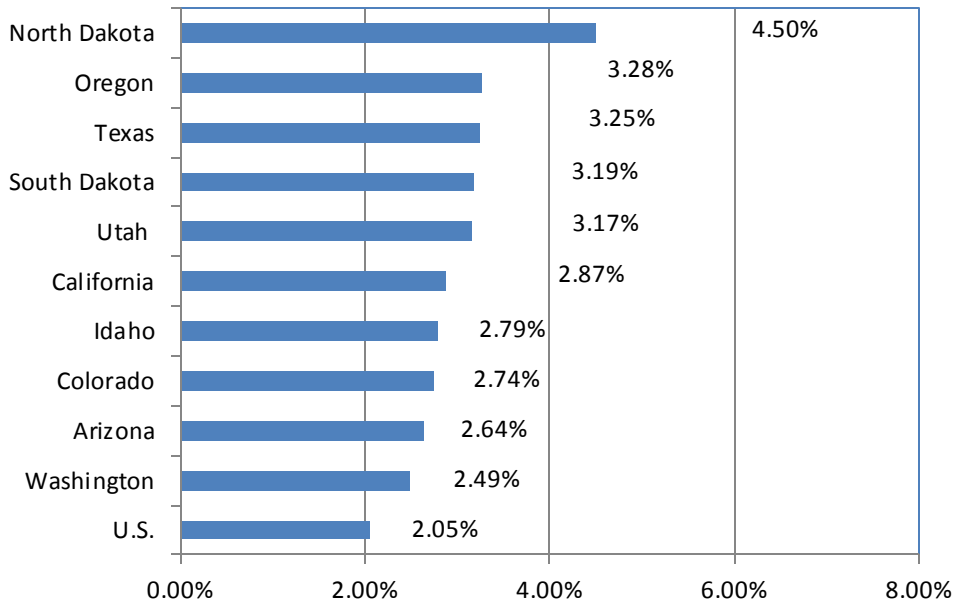


Fastest State Growth 1997-2016

Over the period since 1997, real GSP growth has been dominated by resource-based, smaller and western states. Texas and California are the only ones of the ten largest states in the top GSP growth rankings from 1997 through 2016. North Dakota, despite slow growth in 2015 and 2016 is far and away the state growth leader since 1997 with an annual growth rate of 4.5% followed by Oregon, Texas and South Dakota.

California posted a real annual growth rate of 2.9%, sixth among all states and above the national growth rate of 2.0% and above that of other large states except for Texas.

**Average Annual Real GDP Growth 1997-2016
Selected States**

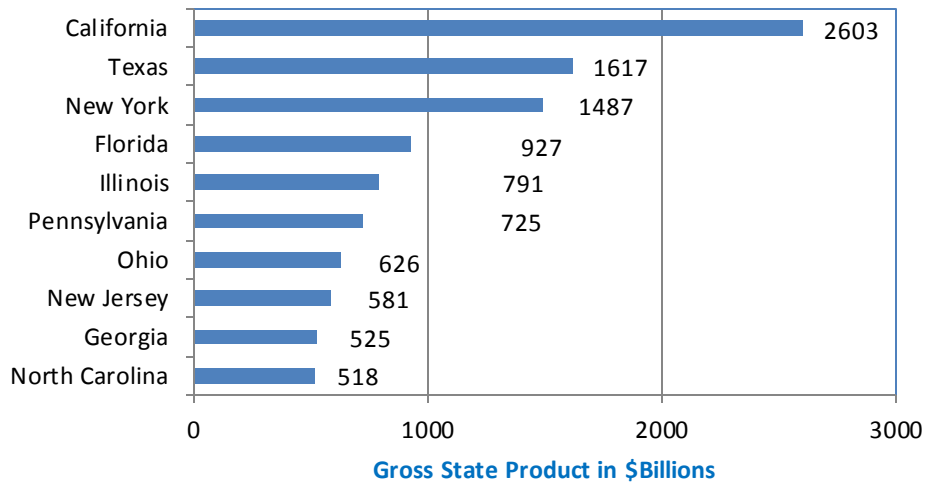


Largest State Economies in 2016

California has the largest GDP among states, which is to be expected since the state is much larger in terms of jobs and population than Texas, the next largest state. California’s GDP in 2016 was \$2,603 billion followed by Texas with \$1,617 billion and New York with \$1,487 billion. The next largest state GDPs were in Florida, Illinois, Pennsylvania, Ohio, New Jersey, Georgia and North Carolina.

Texas and New York would rank as the 11th and 13th largest world economies in 2016.

Top State Economies in 2016



The state GSP data can be found on the Bureau of Economic Analysis (BEA) website at <http://www.bea.gov/regional/index.htm>.

GDP and GSP measure the value of all goods and services produced in each world and state economy.