

**MECHANISM AND MODELS OF PEOPLE'S REPUBLIC OF CHINA ASSISTANCE  
TO FOREIGN COUNTRIES**

Article studies the policy and basic principles of People's Republic of China in providing assistance to foreign countries, analyzes its mechanisms, models and classifications.

The Article contains 8 (eight) key principles of China's assistance to foreign countries detailing a mechanism for international assistance. According to the established international classification China's assistance to other countries is conventionally divided into the following categories: formal (official) and informal (non-official), bilateral and multilateral. The funds provided by the PRC in frameworks of international assistance are divided into 3 (three) categories: free assistance, interest-free loans and concessional loans.

In general, the author identifies 8 (eight) different methods by which China provides assistance to beneficiary countries, among them: complete projects, normal goods, technical support, development of human resources, direction of medical teams, emergency humanitarian aid, direction of volunteers, reduction and debt cancellation.

After analyzing the prospects of China's assistance to the foreign countries and strengthening its positions as a donor of international development, the author highlights that currently PRC is still in process of slow transition to a new development model: from export-oriented economy to domestic-oriented economy focusing on interior demand and consumption.

Certainly, this trend will benefit China as a donor by increasing the scope of formal assistance and staff, improving the mechanisms and conditions for future assistance.