

MarketsThe Big Take

Wall Street Snubs China for India in a Historic Markets Shift

Investors are paying close attention to the contrasting trajectories of two of Asia's greatest powers.

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A momentous shift is under way in global markets as investors pull billions of dollars from China's sputtering economy, two decades after betting on the country as the world's biggest growth story.

Much of that cash is now heading for India, with Wall Street giants like [Goldman Sachs Group Inc.](#) and Morgan Stanley endorsing the South Asian nation as the prime investment destination for the next decade.

That momentum is triggering a gold rush. The \$62 billion hedge

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Some hurdles do persist. The euphoria has made Indian equities among the most expensive in the world. The popular S&P BSE Sensex Index has almost tripled from its March 2020 low, while earnings have only about doubled. The gauge trades at more than