

# INDEX

- academic exchange, xii, xiii, 63–4, 77
- Africa, 111, 200, 210, 244
- Agreement of Commerce Treaty, 36, 39, 113
- agriculture, 74, 76, 84, 87–9, 91, 92, 94, 97, 98, 128n, 169, 191, 221, 224
  - Australia, 65
  - Asian economies, percentage of GDP, 169–70
  - Japan policy, 60, 65, 85, 92, 96, 108, 114
  - MAFF policy guidelines on EPAs, 92
  - MAFF position paper, 85
  - structure, East Asia, 169, 170
  - Zenchu report of impact of FTAs, 96
  - zoku*, 97, 98, 99n
- airports, 118–19, 120
- Akita, Saburo, 64
- animation, 146, 150, 151
- ANZUS Council, 43–4
- apples, 124, 129n
- Arroyo Government, 225
- ASEAN, 66, 70, 71, 169, 170, 190, 199, 200, 214, 219–31
  - AFTA-CER, 72
  - China competition, 219–21
  - China FTA, 224, 225
  - China trade, 215–18
  - effectiveness in adjustment to China's impacts, 229–30
  - East Asian EPA, 91
  - economic liberalisation, 223–4

- exports, 186, 187, 217
- free trade agreements, 56, 62–3, 70, 71, 82, 85, 126, 223
- GDP, 224
- imports, 173, 217
- intra-regional trade, 181, 182
- opposition to Australian membership of EAC, 70, 71
- policy reforms needed, 222–4, 230–1
- regional integration, 223
- trade, 172–7, 181, 184, 214–18, 220
- Treaty of Amity and Cooperation (TAC), 72, 73, 224
- ASEAN+3, 55, 57–8, 61, 62, 63, 67, 68, 69, 72, 73, 75, 76
- ASEAN 7+3, 66, 72
- ASEAN–4, 171, 167, 170, 200, 201, 202, 204, 205, 206
- ASEAN–5, 215, 221, 231n
- ASEAN–10, 231n
- ASEAN–10+China FTA, 223, 224, 225, 228
- Ashikaga Bank, 17, 29n
- Asia Pacific concept, 57, 66
- Asia Pacific Economic Cooperation (APEC), xiv, 54, 55, 57, 58, 65, 75, 93, 112, 116, 154, 190
  - counter–terrorism, 116
  - Japan–Australia leadership, 57, 58–62, 64
  - Japan view of, 61, 68
  - Leaders’ meeting, 59, 77n
  - open regionalism, 63
  - pandemic response, 121–2
  - trade liberalisation ineffectiveness, 61, 62, 63, 76
  - US inclusion, 65
- Asia–Europe Meeting (ASEM), 66
- Asian Farmers’ Group for Cooperation, 96
- Asian financial crisis, 55, 57–8, 60, 166, 204, 217, 218, 228
- Asian values, 67–8
- Asia-Pacific Partnership on Clean Development and Climate, 112
- asset bubble, 2, 4
  - bursting, 11

AT&T Wireless, 147

## Australia

Agreement of Commerce, 36, 39, 113

agriculture, 65

coal industry, 112

comparative advantage, 178

foreign policy, 31, 50, 54–6, 60–1, 68, 69, 73

*Foreign and Trade Policy White Paper*, 54

free trade agreements, 71

imports, 178

intra-regional trade, 181, 182

isolation, 76–7

-Japan, contemporary relationship, 126–7

-Japan dialogue, establishment of, 33–4, 47, 48, 49–50

1952–57, 34–6

1957, 36–42

1958–62, 42–6

East Asian Community era, 54–77

-Japan free trade issue, 65, 74–5, 127

-Japan trade, 43, 54

public transport, 145

regional diplomatic consultation, 31–2

relations with ASEAN countries, 66, 67

role in APEC, 58–62

role in East Asian regionalism, 58, 66, 70

security issues, 69

signature of Treaty of Amity and Cooperation, 72, 73

telecommunications, 137, 149

trade policy, 54–5, 76

trading partners, 43

-US initiative on climate change, 112

West New Guinea dispute, 31–50

'White Australia' policy, 58

Australia–Japan Conference (2001), 68

- Bandung Conference, 35, 39
- Bank of Japan, 2, 3, 4, 7, 13, 14, 19, 22, 24–5, 155, 208  
purchase of asset-backed securities, 25, 26  
quantitative easing, 2, 3, 4, 7, 15, 19, 20, 21, 22, 24, 25  
*see also* central bank
- banking system  
banking credit transmission mechanism, 2, 4, 14, 20, 21, 22, 25  
debt de-leveraging, 7  
deposit insurance system, 10–11, 15  
government intervention/support, 2, 3, 4, 9, 10–13, 14, 15–16  
guaranteed deposits, 2, 3, 9, 10, 14, 15, 16, 17–18, 29n  
drawback of, 18–19  
lending growth, 20–1  
non-performing loans, 7, 8, 12–13, 14, 22–3, 24  
official discount rate, 7  
removal of large-lot time deposit guarantees, 15, 16, 17  
workout framework, 16, 23, 25
- banks/credit unions  
failed, 9, 11, 19  
nationalised, 17, 25, 28n
- Barwick, Garfield, 47, 48
- Basic Policy towards Further Promotion of Economic Partnership  
Agreements (EPAs), 91, 92
- beef, 65, 117–18, 124, 128n
- bilateralism, 61, 63, 64, 65, 67, 68, 69, 71, 73, 76, 80, 81, 84, 85,  
94, 98, 105, 113, 117, 128, 191, 215–16, 223
- biohazards, 117
- bird flu, 121–2
- Bogor Declaration, 59
- border controls, 108, 115–16, 122
- Bovine spongiform encephalopathy (BSE), 104, 117
- Brunei, 82, 212n, 217, 223, 231n
- bubble economy, 1, 2  
post-bubble period, 27–8

- bureaucratic politics, 81, 82, 89, 90, 92–4, 127–8
  - sectionalism, 83–3, 97–8
- Bush, President, 76
  
- Cambodia, 74, 217, 223, 224, 228, 229, 230, 231, 231n221, 226, 227
  - GDP, 227
- central bank
  - see* Bank of Japan
- Central Union of Agricultural Cooperatives (Zenchu), 89, 96
  - public relations activities, 96–7, 99
- chemicals, 177, 178
- Chile, 82, 167
- China
  - agriculture, 169, 170, 239
  - ASEAN competition, 219–21
  - ASEAN trade, 217–18
  - Australia bilateral trade, 71
  - bilateral trade, 71, 215–16
  - capital allocation, 242
  - climate change, 112
  - comparative advantage, 175, 191, 220, 230
  - competitiveness, 218–19, 228
  - domestic market, 216
  - East Asian Business Zone, 86
  - East Asian economic integration, 183–4, 187–8
  - economic impact on region, 243–9
  - economic impact on world economy, 214–31
  - economic leadership, 1, 28, 69, 75, 94, 195, 209, 234–52
  - exchange rate policy, 247–9
  - exports, 171, 172, 173, 175, 176, 177–8, 184, 186, 190, 215, 218, 219, 238
  - forecast growth, 238–43, 250
    - accounting equation, 238
  - free trade agreements, 56, 62–3, 75, 126, 214

- GDP, 209, 214, 224, 235–6, 240, 241, 242, 245
  - share of world, 235
- Greater Mekong Subregion, 224, 226
- human capital, 239–40, 241
- imports, 75, 172, 173, 178, 215, 217, 245
- industrial sector, 169–70, 171
- institutions, 240–1
- Japan partnership prospects, 249–52
- Japan relations, 70, 251
- Japan trade, 172, 195, 211, 250
- manufacturing, 184, 197, 200, 239, 240
- military build-up, 69
- non-performing loans, 243
- openness, 191, 236, 240, 245
- political reform, 250–1
- predominance in East Asia, 69, 74, 75–6, 104, 126, 215, 250
- regional economic policy, 94
- representation in the UN, 47
- resource demand, 111, 112, 126, 214, 243–4
- signature of Treaty of Amity and Cooperation, 73
- trade partners, 211, 217, 250
- trade policy, 62, 63, 178
- trade surpluses, 246–7
- WTO obligations, 85
- Cingular, 147
- climate change, 112
- Clinton, President, 77n
- coal, 112, 226, 243, 244
- communications network, emergency, 58
- commuting, 144–5, 160n
- comparative advantage, 168, 169, 172–8, 191, 196, 220
- competition/competitiveness, 177, 184–8, 195, 205, 210, 214, 215, 218–19, 222, 228, 230
  - advantage/disadvantage with the USA, 186
- components and parts, 178–80, 196
- computer games, 146, 151
- computers, personal, 142–3, 160n

- Consumer Price Index (CPI), 3, 4, 7, 28
- Container Security Initiative (CSI), 115
- content industries, 155–8
- Content Promotion Act, 157
- corporate sector, 2, 104, 105, 107, 111, 113, 127
- debt, 7, 8, 14, 20, 23, 25
  - mobility, 107, 110, 119–20
- corruption, 104, 222, 229
- Costello, Peter, 72
- Council of Ministers on the Promotion of Economic Partnerships, 91, 94
- Crean, Opposition Leader Simon, 60
- crime, 103, 104, 121, 126, 127, 158
- wartime, 251
- cultural industries, 125
- currency, 26, 247, 256
- rising yen, 7, 10
  - see also* exchange rate
- Customs-Trade Partnership Against Terrorism (C-TPAT), 115
- deflation, 1, 2–3, 3–4, 7, 13, 14, 15, 20, 21–2, 27, 28, 29n
- measures of, 9
- democracy, 55, 72
- Deng Xiaoping, 249
- Denso, 122
- Deposit Insurance Corporation, 11
- deregulation, 9, 14, 197, 211
- Downer, Alexander, 68, 72, 73
- drug smuggling, 114
- Drysdale, Professor Peter, xii–xiv, 61, 64, 73, 168, 182, 191, 195, 211, 237, 253
- Early Voluntary Sectoral liberalisation (EVSL) program, 60
- East Asia
- definition, 212n

- economic integration, extent, 180–3, 216, 223
- economic integration, China role, 183–4
- external trade, 173
- intra-regional trade, 64, 178–9, 181, 182, 188, 204–5, 244–5
- East Asian Business Zone, 70, 86, 99n
- East Asian Community, 54–77
  - Australia–Japan relations, 64–71
  - Japan support for Australia membership, 70–1, 73, 74
  - Japan view, 57, 62, 67
  - Tokyo Declaration, 67, 70
- East Asian Economic Caucus (EAEC), 56–7
  - Japan view, 57–8
- East Asian Economic Partnership Agreement, 93
- East Asian free trade agreement, 62, 63, 65
- East Asian Summit, 56, 70, 72, 73, 76
- East Timor, 55, 73–4
- economic partnership agreements (EPAs), 91–2, 113
  - MAFF policy guidelines, 92
- economy
  - abnormal, 2–4
  - changing structure of production, 169–72
  - domestic, 106
  - leadership role in region, 1, 28, 57, 60, 94, 191, 234–52
  - normal, definition, 2
  - openness, 103–29, 178, 190
  - structural adjustments, 169–72, 184, 184–8, 189, 191
  - world, 190, 195, 214–15, 216, 235, 236–8, 241
- Eisenhower, President, 45, 53
- electronics industry, 196, 220, 238
  - case study, 202–5
  - see also* i-mode
- Europe/European Union, 66, 68, 86, 95, 108, 113, 114, 137, 172, 173, 179, 180, 181, 182, 183, 206, 218, 220, 245, 246
  - intra-regional trade, 181, 182
  - West, share of GDP, 235



## exchange rate

- changes in real effective, 249

- China policy, 217, 238, 247–8

- intervention, 23, 26, 27

- reserves, 26, 27

## expectations channel, 21–2

exports, 7, 27, 68, 74, 76, 80, 87–8, 92, 94, 96, 105, 115, 125, 126, 135–6, 146, 150, 155, 156–7, 170–1, 184, 186, 215–16, 220, 227, 228, 238, 245

- competitiveness, 186, 218–19

- component parts, 179

- dynamic factors, 167–9

- industrial sectors, international comparison, 174, 175

- labour-intensive manufactured exports, 185, 189

- manufactures, 171, 176, 177–8, 201, 204

- patterns and directions, East Asia, 172–8

## financial crisis, Asian, 55, 57–8, 60, 166, 218

## financial system, 24–5

- financial crisis response, 11, 13, 17–18

- financial stabilisation five-year plan, 22

- problems, 7, 9–10, 11

- see also* banking system

## fiscal policy, 2, 7, 9, 13, 20, 28

## Fischer, Trade Minister, 60

## forbearance policy, 4, 10, 13

- critique, 18–27

## foreign direct investment (FDI), 119, 127, 136, 196, 197–211, 222

- ASEAN inflows, 199, 200, 218–19, 220

- China inflows, 197, 215, 219, 247

- financing patterns, 207–9

- Japanese outflows, 197, 199, 206

- incentives for Japanese investors, 197

- manufacturing, 197, 200, 201, 210–11

- mode of international expansion, 205–6

- motivations for Japan, 202
- official development assistance linkages, 209–10
- overseas business affiliates, 198–9, 200, 201, 204
- overseas subsidiaries, 196, 198–200, 204, 206
- profitability, 207–9
- restrictions, 197, 205, 206, 211, 242
- foreign exchange intervention, 23, 26–7
- foreign investment, 68, 105, 108, 109, 118–19, 120, 195
- Fraser, Prime Minister, 60
- free trade agreements, 56, 59, 62–5, 71, 80–100, 129n, 190–1, 211, 223, 224
  - ASEAN, 223, 224, 225
  - East Asia, 62, 63, 65
  - Japan, 81–2
  - MOFA guidelines, 85
  - North American, 86
  - rules of origin, 179, 190
  - see also* Japan: -Mexico; -South Korea; -Thailand
- Fuji Television, 119, 120
  
- GDP, 8, 12, 22, 25, 156
  - comparative, China and Western Europe, 235–6
  - deflator, 5, 6, 7, 9, 12, 28
  - falling, 2, 7, 21
  - growth, 1, 5–7, 28
  - shares of world, 234–6
- General Agreement on Tariffs and Trade (GATT), 47, 48, 63, 64, 80
- Germany, 108, 147, 148, 149, 180, 198
- global value chains (GVCs), 178
- globalisation, 107–9, 178, 194, 214–15, 216, 222, 228
  - social, 109
- Goh Chok Tong, Prime Minister, 63
- Great Britain, 58
  - see also* United Kingdom
- Gulf Cooperation Council (GCC), 82, 95–6

- Hashimoto, Minister for International Trade and Industry, 59  
Hashimoto, Prime Minister, 66  
Hatakeyama, Noboru, 64  
Hawke, Prime Minister, 54, 55, 59, 60, 61, 77n  
Heads of Mission meeting, 43  
Hewson, John, 56  
Hitachi Ltd, 115  
Hong Kong, 180  
Howard, Prime Minister, 55–6, 60–1, 65, 71–2, 73, 74, 75, 76  
    academic criticism of, 61  
    pre-emptive strike statement, 55, 72  
human capital, 136, 154, 159, 169, 189, 227, 239–40, 241  
human rights, 72, 249  
Hutchinson 3G UK, 147
- IBM, 143
- i-mode, 136–61  
    aggregation of content, 139–40, 142, 148, 161n  
    collaborative business network, 138–9  
    connectivity, 141–2  
    content providers, 138, 139, 140, 141, 149, 156, 160n  
    exportability of model, 146–9, 148–9  
    Japan-specificity, 142–6  
    key features of business model, 138, 161n  
    launch, 137  
    licences, 147–8  
    micro-payment mechanism, 140  
    model, 137–42  
    pre-paid users, 149, 161n  
    separation from content provider, 141  
    subscribers, number of in Japan, 160  
    unrestricted platform, 141
- imports, 64, 86, 87, 88, 89, 91, 91, 114–15, 118, 124, 172, 177,  
    189, 196, 201, 202, 207  
    origin of, in selected East Asian countries, 173

- manufactures, 177–8
- pattern and direction, 172
- India, 32, 46, 82, 93, 104, 111, 112, 147, 166, 245, 250
  - exports of manufactures, 171
  - share of world GDP, 235
- Indonesia
  - Australia relationship, 31, 34, 44, 56, 66, 71, 73, 76
  - Bali bombing, 72
  - China impact, 221, 230
  - earthquake, 71
  - free trade agreements, 80, 81
  - improving competitiveness, 231
  - military force, 32–3, 46, 48
  - reparation negotiations, 33, 37, 39, 41
  - resources, 226
  - trade, 172, 177, 220, 221, 225–6
  - trade policy, 62
  - transition to democracy, 55
  - tsunami, 71
  - West New Guinea dispute, 31–50
- industrial property rights, 155
- industry, 84, 94, 112, 170, 174
  - electronics, 196, 202–5, 220, 238
  - telecommunications, 135–61
  - see also* manufacturing
- institution building, 60, 75, 77
- institutional integration, 168, 191
- institutional reform, 240–1
- intellectual property, 93, 105, 113, 200
  - copyright system, 151, 153, 1254, 155, 156, 158, 161n
  - disputes, 153–4
  - exporting, 146–9, 155
  - i-mode, 135–61
  - lawyers, 154
  - Patent Office directory, 154

- piracy, 151, 154
- policy implications, 158
- rents from, 136, 151, 152
- royalties and licence fees, 155–6
- Strategic Program (2004), 152, 156, 157
- Strategic Program (2006), 154, 157
- university research, 153
- Intellectual Property High Court, 153, 161
- interest group politics, 81, 83–4, 86, 87, 89, 98, 99
- interest rates, 2, 13
  - zero, 2, 3, 15, 17, 19, 24
- INTERFET, 73
- International Maritime Organisation (IMO), 115
- international mobility, 105, 107–8, 120–3
- International Ship and Port Facility (ISPOS) code, 115
- internet
  - connectivity, 141–2, 144, 160n
  - fixed, 142, 144, 146, 161n
  - mobile, 136–61
- investment
  - see* foreign direct investment; foreign investment
- Iraq, 74, 129n
- iron ore, 75
- Japan
  - ASEAN Comprehensive Economic Partnership Agreement, 62
  - Australia FTA study group, 65, 74
  - Australia relations, 33–77, 126–7
  - China partnership prospects, 249–52
  - China trade, 172, 195, 211
  - foreign policy, 33, 35–6, 46, 49, 50, 55, 73, 91, 250
  - free trade agreement negotiations (timeline), 81–2
  - Mexico FTA (JMFTA), 81, 86–7, 87–8, 88, 90–1, 95, 96, 97, 98–9
  - Ministry of Agriculture, Forestry and Fisheries (MAFF), 65, 81, 84–9, 91, 92, 93–4, 98

- Ministry of Education, Culture, Sports, Science and Technology (MEXT), 122
- Ministry of Economy, Trade and Industry (METI), 70, 81, 84–9, 91, 93–4, 98, 119, 125
- Ministry of Finance (MOF), 10, 26, 27, 81
- Ministry of Foreign Affairs (MOFA), 69, 70, 81, 84–9, 93, 98
- Ministry of International Trade and Industry (MITI), 64–5, 209
  - Philippines Economic Partnership Agreement, 122
  - Prime Minister and Cabinet's power, 90–1, 99, 100n
  - regional leadership, 43, 250
  - share of world GDP, 235
  - Singapore Economic Partnership Agreement (JSEPA), 62, 65, 80, 81, 85, 87
  - South Korea FTA, 62, 80, 82, 85, 87–8, 93
  - Thailand FTA, 80, 88–9, 98
  - trade policy, 62, 63–4, 64–5, 68, 74–5, 80–100, 127
  - trade partners, 43, 75, 211, 250
  - US Alliance, 73
  - US relations, 94
  - US trade, 195
  - White Paper (1999), 81
- Japan External Trade Organisation (JETRO), 64, 126, 209
- Japanese Self-Defence Forces (SDF), 74
- JASRAC, 158
  
- Karel Doorman* affair, 45–8
- KDDI, 136, 139, 159n, 160n
- Keating, Prime Minister, 54, 56, 59, 60, 61, 77n
- Kinoshita Trading Company, 37, 51n
- Kishi, Nobusuke, 36, 37, 38, 39, 41, 43, 44, 45, 51n
- knowledge resources, 122
- Koizumi administration, 14, 23, 107
- Koizumi, Prime Minister, 57, 62, 65, 67, 68, 70, 73, 74, 75, 90, 91, 93, 97, 99, 152
  - Singapore speech, 57, 67, 70, 71

- Kojima, Kiyoshi, 64, 182  
Korea, 47, 177, 184, 216  
KPN Mobile, 147  
Kyoto Protocol, 112
- labour-intensive sector, 168, 172, 175, 176, 177, 178, 184, 185, 197,  
214, 218, 220, 221, 230, 230, 246
- land policy, 13
- land prices, bubble, 1, 4–5  
bursting, 5, 7, 9, 13  
commercial, 5  
measuring, 5
- Laos, 47, 71, 221, 226–7, 229, 230, 231  
Nam Theun 2 dam project, 227
- Latin America, 86, 111, 200, 204, 210, 244
- Lehman Brothers, 120
- Liberal Democratic Party (LDP), 84, 87, 88, 89, 94–5, 97  
Research Commission on Trade in Agriculture, 87, 88, 89, 97
- Livedoor, 120
- Machimura, Foreign Minister, 69, 73
- Mahathir, Prime Minister, 56–7, 67
- Malaysia, 56, 62, 66, 67, 71, 72, 73, 80, 113, 217, 220, 221, 231n,  
247  
-Australia relationship, 56, 66, 67, 71, 72, 76  
China impact, 230  
comparative advantage, 177
- manufacturing, 86, 93, 105, 119, 155, 170–1, 196, 202–3, 210,  
228, 239, 240  
exports, 171, 175, 184, 190, 200–1  
investment, 197, 210  
Japan FDI in East Asia, 201  
labour-intensive exports, 185  
net exports by country and type, 276
- Matsushita, 136, 205

- media, 110, 114, 119–20, 122, 123, 126
  - industries, 142, 145–6, 155–6
- Menzies Robert, 34, 36, 38–9
- metal products, 196, 210, 235, 244
- Mexico, 64, 80, 85
  - Japan FTA (JMFTA), 81, 86–7, 87–8, 90–1, 95, 96, 97, 98–9
- Middle East, 44, 58, 86, 95, 111, 112, 200, 210, 244
- migration, 121, 122, 123
- Mitsubishi Corporation, 111
- mobile telephony, 135–61
- monetary policy, 2, 3–4, 7, 9, 13–14, 15, 19–27
- moral hazard, 111
- most-favoured nation (MFN), 63, 64, 224
- Multi-Fibre Arrangement (MFA), 221, 226, 227
- multilateralism, 62, 63, 73, 80, 81, 84, 91–2, 98, 105, 112, 113–14, 117, 120, 121, 125, 126, 127, 128, 190, 191, 211, 215, 223
- music industry, 151, 155, 157
- Miyazawa, Kiichi, 77
- Myojo, 120
  
- Nam Theun 2 hydroelectric project, 227, 231n
- NEC, 143, 148
- Netherlands, the, 31, 32, 45, 46, 48, 51n, 147, 149
- New Zealand, 45, 66, 71, 72
  - intra-regional trade, 181, 182
- newly industrialising economies (NIEs), 166, 168, 169–175, 184, 186, 187, 197, 199, 204, 206
- Nippon Keidanren, 86, 94–6, 98–9, 99n, 113, 127
- Nissin, 120
- non-performing loans, 7, 8, 12–13, 14, 22–3, 24
  - China, 243
- North America, 150, 166, 167, 179, 197, 180, 181, 182, 183, 189, 198, 200, 204, 206, 207, 216, 140
  - FTA, 86
- North Korea, 104, 114



- NTT DoCoMo, 136, 137–50, 159, 159n, 160n, 161n  
foreign market expansion, 146–7
- NTT, 143, 160n
- O2, 137, 147, 148
- official development assistance (ODA), 209–10, 227  
distribution by region, 210
- Ohno, Defence Agency Minister, 69
- oil reserve system, 58
- Pacific Basin Economic Council (PBEC), 58
- Pacific Economic Cooperation Conference, 58  
establishment, xiii–xiv
- Pacific Economic Cooperation Council (PECC), 54, 57, 58, 59
- Pacific Free Trade Area (PAFTA), 64
- Pacific Trade and Development Conference (PAFTAD)  
establishment, xiii
- Pacific Trade and Development Forum (PAFTAD), 58, 64
- people mobility, 120–3
- Philippines, 80, 82, 96, 97, 122, 147, 167, 171, 173, 180, 181, 200,  
212n, 217, 218, 220, 221, 224, 225, 229, 230, 231n, 237, 245,  
247
- pork, 91, 97, 124
- port efficiency, 112, 116–17
- poultry, 88, 124
- production and trade, changing patterns, 169–91, 203
- protectionism, 89, 103, 128, 189  
agriculture, 60, 65, 85, 96, 97, 114  
banking system, 2  
developed markets, 189  
trade, 106, 112, 189, 228
- public sector reform, 14, 125
- public transport, 144–5, 160n
- quarantine issues, 117, 124, 129n

- radio frequency identity systems (RFIDS), 105
- recession, 5, 7
- regionalism, 55–8, 80
  - cooperative measures, 58
  - East Asia, 56–7, 66–75
  - institution building, 60
  - Japan view, 57, 81–2
  - West New Guinea dispute, 31–50
- Renault-Nissan, 119
- Resona Bank, 17
- resources, 104, 111–14, 189, 226, 244
- rice, 65, 88
  - reserve system, 58
- risk management, 111, 124, 125, 129n
- Roh Moo-hyun, President, 63, 93
- Rumsfeld, Donald, 69
- Russia, 104, 111
  
- Sapporo Holdings Ltd, 120, 128n
- security issues, 55, 69, 73–4, 103–29
  - corporate mobility, 119–20
  - cross-border risks, 104–5, 110
  - goods mobility, 114–18
  - inbound risks, 114
  - international influence, 123–5
  - people mobility, 120–3
  - perceived, 110–11
  - resources, 111–14
  - services, 118–19
  - ‘soft power’, 125–7, 129n, 157
  - tolerance, 109
- Security Treaty, 46, 53n
- services, 118–19, 135, 155, 161n, 170
- severe acute respiratory syndrome (SARS), 58, 104, 121, 125
- Shinzo Abe, Prime Minister, 126, 252

- Singapore, 63, 65, 71, 73, 117, 121, 147, 158, 167, 171, 172, 173, 174, 176, 177, 179, 181, 185, 198, 199, 200, 201, 212n, 218, 220, 221, 225, 229, 230, 231n, 237, 245  
-Japan Economic Partnership Agreement (JSEPA), 62, 65, 80, 81, 85, 87–8
- small and medium-sized enterprises (SMEs), 154, 196, 198, 199, 206–7
- Softbank, 136, 159n
- Sony, 136, 205
- South Korea, 62, 63, 64, 80, 85, 88, 93, 108, 112160n, 167, 181, 197, 200, 237  
-Japan FTA (JKFTA), 62, 80, 82, 85, 87–8, 93, 96
- Spender, Percy, 60
- Standard International Trade Classification, 186–7
- Steel Partners Japan Strategic Fund (Offshore), 120
- stock market, 1, 5, 10
- sugar, 65
- Sukarno, President, 32, 43, 45, 47  
visit to Tokyo, 45
- Sumatran rebellion, 42
- sunset  
legislation, 17  
industries, 198
- Taiwan, 177, 184, 251
- Takenaka plan, 17, 223
- Tanaka, Hitoshi, 70
- tariffs, 65, 76, 85, 87–9, 91, 97, 108, 109, 112, 198
- taxation, 2, 105, 113, 197, 198, 207
- Technology Licensing Organisations, 161n
- technology, 105, 107, 112, 115–16, 121, 127, 171, 197  
advantage, 205  
electronics industry, case study, 202–5  
i-mode, 135–61
- telecommunications, 136–61  
costs, 143–4, 160n

- mobile 'bubble', 146–7
- regulations, 142, 143
- television, 136, 140, 149–50
  - Iron Chef* program, 150–1
  - program exports, 150–1
- Telstra, 137, 147
- terrorism, 105, 115, 116
- textiles, 168, 174, 196, 198, 202, 203, 215, 220, 221, 226, 227, 230
- Thailand, 71, 96, 171, 173, 176, 177, 180, 197, 198, 199, 200, 205, 212n, 217, 218, 221, 223, 225, 226, 228, 229, 230, 231n, 237, 247
  - China competition, 221
  - comparative advantage, 177
  - Japan FTA, 80, 82, 88–9, 97, 98
- Thaksin Shinawatra, Prime Minister, 88, 89
- The Hague Round Table, 32
- Tokyo Declaration, 67
- Toshiba, 205
- tourism, 161n
- trade
  - barriers, xiii, 105, 108, 109, 127, 211
  - changing patterns, 169–91, 203, 204, 236
  - China growth impacts, 215–21
  - comparative advantage, 168, 169, 172–8, 196
  - cross-border transaction costs, 112
  - dynamics, East Asia, 166–91
  - East Asian integration, 180–3, 215
  - East Asian share, 166, 173
  - fragmentation, 179, 201
  - intensity indexes, 182, 183, 204
  - interdependence, 178, 182, 190, 217
  - intra-industry, 178–80
  - intra-regional, 64, 181, 182, 188, 204, 223, 244–5
  - liberalisation, 60, 61, 62–5
  - outlook for East Asian industrial economies, 188–91

production and trade with East Asia, 203  
 proportion to exports to USA, 187  
 structural advantage and disadvantage, 177, 186, 187  
 world, by region, 167  
*see also* imports; exports

Treaty of Amity and Cooperation (TAC), 72, 73, 224  
 tsunami, 71

U Thant, UN Secretary General, 33

United Kingdom, 34, 44–5, 55, 113, 137, 147

United Nations, 32, 33, 34, 50, 51n, 73

Chinese representation, 47

General Assembly, support for Japan membership, 35, 36, 39,  
 77nh

Security Council, Japan membership, 74

Temporary Executive Authority (UNTEA), 33

vote on West New Guinea, 37–8, 39–40, 41

United States, 33, 34, 43–4, 55, 68, 69, 72, 74, 75, 76, 114, 149,  
 155, 172, 177

APEC membership, 66

-Australia initiative on climate change, 112

beef, 117–18, 128n

China concern, 69, 246, 249–50

computer market, 143

Federal Reserve Bank, 3

imports, 177, 245, 246

-Japan relations, 94, 127

-Japan trade, 195

9/11 terrorist attack, 105, 121, 129n

openness, 108, 109

policy on Indonesia, 44

security issues, 115, 117, 121

share of world GDP, 235

WTO ruling on apples, 124, 129n

*see also* North America

- values, 67–8, 76, 106, 128n
- Vietnam, 47, 82, 166, 180, 212n, 217, 221, 223, 224, 226, 227–8, 230, 231, 231n, 250
- wartime crimes, 251
- Wen Jiabao, Premier, 63, 252
- West New Guinea (WNG) dispute, 31–50
  - alternative names for WNG, 51n
  - Australian position, 37
  - Bandung Conference, 35
  - Bunker Plan, 33, 46–7
  - Japanese policy, 33, 36, 45
  - Karel Doorman* affair, 45–6, 48
  - overview, 32–3
  - vote in United Nations, 37–8, 39–40, 41, 42, 44
- wheat, 65
- Whitlam, Prime Minister, 60
- wool, 75
- World Bank, 126, 227, 231n
- World Customs Organisation (WCO), 115
- world economy, 190, 195, 214–15, 216, 235, 236–8, 241
  - shares of, 235
- World Trade Organization (WTO), 62, 65, 73, 80, 85, 87–8, 91, 129n, 154, 190, 228, 231
  - China accession, 200, 206, 216, 231, 240, 247
  - Dispute Settlement Body ruling on US apples, 124, 129n
  - Doha Round, 76
  - Uruguay Round, 124
- World War II, 58
- Yasukuni Shrine, 75, 93, 251
- YouTube, 158