

## INDEX

Note: Pages numbers followed by “n” refer to notes.

### A

- AEC Strategic Schedule, 29, 36
- Agreement on the Common Effective Preferential Tariff Scheme (CEPT), 37
- agricultural sector, 53
- agriculture employment, decline in, 53
- agriculture goods, tariffs on, 38
- agriculture sector, 119
- Alien Employment Act, 26–27
- American foreign policy, 5
- anti-monopoly laws, 27
- APEC-ASEAN cooperation, challenges for, 230–31
- APEC Bogor Goals, 6
- APEC Business Advisory Council (ABAC), 6, 166
- APEC Economic Leaders Meeting, 167
- APEC Leaders’ Summit, 168
- APEC Summit, 5, 6
  - in Indonesia (2013), 158
- APEC Trade Facilitation Principles, 221
- ASEAN+1, 119
- ASEAN+3, 29
- ASEAN-Australia-New Zealand FTA (AANZFTA), 106, 111, 133
- ASEAN+3 Bond Market Forum (ABMF), 210–11
- ASEAN Bond Market Initiative, 88
- ASEAN Cebu declaration, 56, 57n9
- ASEAN Centrality, 18, 90, 97, 114, 122
- ASEAN-centred forums and cooperative activities, 65
- ASEAN-CER FTA, 29
- ASEAN Charter, 24
- ASEAN-China Free Trade Area (ACFTA), 16, 76, 78, 106, 111, 121, 124n6, 253
- ASEAN-China trade, growth of, 253
- ASEAN Community (AC), 1
- ASEAN Comprehensive Investment Agreement (ACIA), 13, 24, 26, 89, 134
- ASEAN Connectivity, 227
- ASEAN Connectivity Coordinating Committee (ACCC), 225, 226
- ASEAN Connectivity Master Plan, 222, 230
- ASEAN Coordinating Council, 226
- ASEAN Defence Minister Meeting Plus (ADMM+), 128
- ASEAN Economic Community (AEC), 1–8, 82–83, 105, 121, 173

- commitments, implementation of, 61
- cross-cutting initiatives, 89–90
- five facts about, 59–66
- introduction, 83
- new AEC Vision, 85–89
- objectives and priorities, 91
- opportunities and threats, 84–85
- skilled labour migration, 51–58
- strengths and weaknesses, 83–84
- timeline for new vision, 90
- ASEAN Economic Community (AEC)
  - Blueprint, 65, 147, 220, 222
  - ASEAN Charter and, 24
  - ASEAN Summit, 2
  - highlights of, 2, 3
  - integration into global economy, 29
  - mutual recognition arrangements (MRAs), 55
  - pillars of, 86
  - policy recommendations, 31
- ASEAN Economic Community Scorecard, 30, 31
- ASEAN++ formula, 97
- ASEAN+3 formula, 95
- ASEAN Framework Agreement on Services (AFAS), 25–26, 35, 115n4
- ASEAN+1 Free Trade Agreements, 105, 117, 121, 176
- AEC Blueprint, 106
- economic coverage of, 107
- methods of origin determination, 110
- “noodle-bowl” effect, 106, 113
- provisions of, 108
- RCEP, 111–13
- tariff elimination coverage, 109
- tariff elimination target years, 110
- ASEAN Free Trade Area (AFTA), 12, 15, 30, 35, 70, 84, 146, 222
- size of, 77
- ASEAN-India FTA (AIFTA), 106
- ASEAN-India trade, 29
- ASEAN Infrastructure Fund (AIF), 28, 210, 215, 227, 230
- ASEAN Investment Area, 26, 35
- ASEAN Investment Guarantee Agreement, 26
- ASEAN-Japan Comprehensive Economic Partnership (AJCEP) agreement, 76, 106
- ASEAN-Korea FTA (AKFTA), 106, 111
- ASEAN-led Regional Comprehensive Economic Partnership, 71, 140, 179–80
- ASEAN member countries (AMCs), 34–36, 41–45
  - attractiveness of, 135
  - potential impact of RCEP measures on, 113, 114
- ASEAN Pillars, 90
- ASEAN Plus Working Groups, 105
- ASEAN Political-Security Community, 1, 60, 64–65
- ASEAN Regional Forum (ARF), 128
- ASEAN Single Window (ASW), 25, 62
- ASEAN Socio-Cultural Community, 60–61, 64–65
- ASEAN Summit, 30, 36, 226
- ASEAN+1 trade agreements, 113
- ASEAN Trade in Goods Agreement (ATIGA), 13, 24, 37
  - preference utilization, 39
- ASEAN Trade Repository (ATR) System, 41, 47
- ASEAN-U.S. business summit, 128
- ASEAN-U.S. FTA, 136
- ASEAN Vision 2020, 2, 35
- Asia
  - fiscal balance, 207
  - FTAs in, 70
  - trade facilitation indicators for, 199

- Asia, infrastructure financing in  
  capital market initiatives, 208–11  
  commercial banks, 208  
  government budget, 206–7  
  introduction, 204–5  
  measures for boosting, 213–16  
  Multilateral Development Banks  
  (MDBs), 207  
  public-private-partnership (PPP),  
  212–13  
  Sovereign Wealth Funds (SWFs),  
  211–12
- Asian Bond Funds, 204
- Asian Bond Market Initiative (ABMI),  
  204, 209–10, 215–16
- Asian Central Banks, 211
- Asian Development Bank (ADB), 6,  
  28, 140, 142, 188, 204, 207, 209,  
  227, 241, 249
- Asian Development Bank and  
  the International Labour  
  Organization (ADB-ILO), 53
- Asian Development Bank Institute  
  (ADBI), 40
- Asian economies, 209
- Asian Financial Crisis (AFC), 15, 63,  
  74, 180, 209
- Asian infrastructure, current state of  
  physical/hard infrastructure,  
  193–96  
  soft infrastructure/trade  
  facilitation, 196–200
- Asian Infrastructure Investment Bank  
  (AIIB), 7, 236, 239–43, 248, 249,  
  251
- Asian markets, 208
- Asian public funding for  
  infrastructure, 206
- Asian regional architecture, 18
- Asia-Pacific  
  economic implications for, 154–55  
  economies, 5  
  regional architecture, 5, 97
- Asia-Pacific Economic Cooperation  
  (APEC), 17, 97, 106, 250  
  and ASEAN, 219, 227–30  
  ASEAN+1 Free Trade Agreements  
  (FTAs), 176  
  challenges from external  
  competition, 179–80  
  economies, key economic indicators  
  of, 170  
  initiatives, 221–22  
  internal challenges, 177–79  
  introduction, 177  
  Regional Comprehensive Economic  
  Partnership (RCEP), 176  
  *vs.* Trans-Pacific Partnership (TPP),  
  176, 180–82
- Asia-Pacific Economic Cooperation  
  (APEC) Ministerial meetings, 160
- Asia-Pacific Economic Cooperation  
  (APEC) Summit, 236, 240
- Association of Southeast Asian  
  Nations (ASEAN), 241  
  businesses, 30–31  
  economic community, 20  
  economic cooperation, 7, 8, 63–64  
  economic diplomacy, 69  
  economic integration, 30, 87, 136  
  economies, 55, 205, 206  
  initiatives, 222–25  
  labour market, 52, 56  
  opportunities and threats, growing  
  economic diplomacy in, 68–80  
  policymakers, 46  
  Regional Comprehensive Economic  
  Partnership (RCEP) for, 97–98  
  and regional connectivity, 6–7  
  regional economic integration, 36  
  trade relations with RCEP partners,  
  122, 123

- ASW Pilot Project, 25
- Australia–New Zealand trade agreements, 4
- B**
- bankable infrastructure projects, 216
- “behind the border” measures, 147, 152, 154
- “Belt and Road” initiative, 239
- beneficial economic partnership agreement, 166
- Bergsten, C.F., 167
- bilateral arrangements, with European Union, 121
- Bogor Goals Progress Report, 181
- borderless capital market, 209
- BRICS New Development Bank (NDB), 236, 239
- BRICS Summit in 2014, 252
- Build Own Lease Transfer (BOLT), 213
- Bush, George W., 160
- business community, 24, 31
- C**
- capital market initiatives, 208–11
- Central Bank investment, 212
- Change in Tariff Classification (CTC), 108, 109
- China
- Asian Infrastructure Investment Bank (AIIB), 240–43
  - connectivity drive and three-pronged strategy, 237–40
  - “factory of Asia,” 63
  - future of, 162–63
  - Gross Domestic Product (GDP) growth, 237
  - joining Trans-Pacific Partnership, 122
  - “One Belt, One Road” initiative (2013), 235, 238, 254
  - strategic interests, 253–54
  - trade linkages with TPP members, 161–62
- China Development Bank (CDB), 252
- China Export-Import (Exim) Bank, 252
- China-Japan-Korea Trilateral Free Trade Agreement (CJK FTA), 106, 121
- Chinese Academy of Social Sciences (CASS), 159
- CLMV countries, 4, 37, 38, 40, 47, 54
- Closer Economic Relation (CER), 4
- commercial banks, 208
- Common Effective Preferential Tariff (CEPT)
- preferences, 34
  - tariffs, 40
- competition policy, 27, 154
- competitive economic region, 27–28
- Comprehensive Economic Partnership for East Asia (CEPEA), 96, 168
- Computable General Equilibrium (CGE), 12, 44
- Conference of Asia Pacific Express Carriers (CAPEC), 221
- countrywise membership in agreements, 145
- Credit Guarantee Investment Facility (CGIF), 250
- cross-border production networks, 36
- currency bond markets, 209
- D**
- Declaration of ASEAN Concord II, 2
- Development Partners, 226
- Dialogue Partners, 226, 227
- Doha Round and TPP, 152

domestic economies, structural  
change in, 53–54  
domestic financial markets, 209, 216  
domino effect of FTAs, 74

## E

East Asia Free Trade Agreement  
(EAFTA), 95, 96, 168  
East Asia, intra-regional and extra-  
regional exports in, 193, 194  
East Asia LCY bonds, 210, 211  
East Asian economic integration, 168  
East Asian economies, production  
network and rising trade among,  
192–93  
East Asian regionalism, 180  
East Asia Summit (EAS), 18, 29, 95,  
97, 128, 161, 168, 230–31, 233n3  
e-commerce, 134  
economic cooperation, 61  
economic development, TPP  
countries, 152, 153  
economic diplomacy, 69  
form of, 71–75  
opportunities and risks of FTAs,  
75–79  
economic integration, TPP in Asia-  
Pacific, 154–55  
economic project, 11–15  
economic regionalism, 14, 46  
Economic Transformation Programme  
(ETP), 206  
Economist Intelligence Unit (EIU),  
213  
energy reserves, 127  
equitable economic development,  
28–29  
European Economic Community, 60  
European integration model, 61  
European Investment Bank (EIB), 242  
European Single Market, 74

European Union (EU), 59–61, 63, 215  
bilateral arrangements with, 121  
eventual region-wide agreement, 182  
Expanded Economic Engagement  
(E3) initiative, 140  
expand free trade area (FTA)  
partners, 88–89  
expansionary policy, 206  
extra-ASEAN trade, 105  
extra-regional exports in East Asia,  
193, 194

## F

“factory of Asia”, China, 63  
foreign direct investment (FDI), 14,  
26, 37, 68  
U.S.-ASEAN economic relationship,  
131–32  
foreign engineers in Malaysia, 55  
fragmentation theory, 189, 191  
free trade agreements (FTAs), 4, 8, 14,  
63, 68, 116, 117, 219  
in Asia, 70  
form of economic diplomacy, 71–75  
individual Asian Economies, 2013,  
72  
opportunities and risks of, 75–79  
proliferation of, 69–71  
Rules of Origin, 108  
Free Trade Area of the Asia-Pacific  
(FTAAP), 166–68, 180, 236, 240  
challenges for, 168–69  
opportunities from, 170–72  
RCEP, 6  
two scenarios for, 172–73

## G

General Agreement on Trade in  
Services (GATS), 26  
Global Competitive Report 2014–  
2015, 255

- global economy, 66
  - integration into, 29
- Global Financial Crisis (GFC), 18, 19, 206, 208
- global financial management, 18
- global infrastructure facility, 245n4
- globalization, 73
- Gold-standard FTA, 147
- Goodman, Mathew, 161
- gross domestic product (GDP), 2
  - growth, China, 237
- Group of 20 (G-20) summit, 18, 236
- growing economic diplomacy in ASEAN opportunities and threats, 68–80
- H**
- Highly Sensitive List (HSL), 48n4
- Hugh, Patrick, 220
- I**
- IAI Work Plan, 28
- ILO core labour standards, 56
- ILO's Governing Body, 57n8
- Implementation Plan of the Vision Statement of the ASEAN-Japan Commemorative Summit (2013), 74
- Indonesian domestic economy, 168
- Information and Communications Technology (ICT) systems, 62, 87
  - development of, 134
- infrastructure assets, investment in, 209
- Initiative of ASEAN Integration (IAI), 28
  - programme, 29
- institutional connectivity, 225
- institutional infrastructure in Asia (2006–2009), indicators of, 198
- institutional investors, 208
- intellectual property rights (IPR), 154
- international community, 12, 18
- international financial institutions, 227
- International Monetary Fund (IMF), 237
- international production network (IPN), 127, 145
- International Trade in Asia, 190
- intra-APEC merchandise trade, 178, 220
- intra-ASEAN AFTA tariffs, 37–40
- intra-ASEAN cultural interaction, 225
- intra-ASEAN merchandise trade
  - openness, 45
- intra-ASEAN preferential tariffs, 38
- intra-ASEAN trade, 41
  - share of, 44
- intra-industry vertical specialization, 190
- intra-regional exports in East Asia, 193, 194
- intra-regional financial flow, 211
- intra-regional trade intensity index, 44, 45
- intra-regional trade share, 171
- investment
  - public-private-partnership mode of, 87–88
  - and services agreement, 121
- investment facilitation, U.S.-ASEAN economic relationship, 134–35
- investment indices, 26
- investor-state arbitration, 154
- J**
- James, Catherine Rose, 203, 218
- K**
- Korea, FTAs, 122

**L**

labour market, impact on, 54  
labour standards, 154  
Li Xiangyang, 159  
Liberal Democratic Party (LDP), 160  
liberal economic policy, 181  
local currency bond markets, 211  
  development of, 209  
Logistics Performance Index (LPI),  
  25

**M**

Malaysia, foreign engineers, 55  
Maritime Silk Route, 236  
Master Plan on ASEAN Connectivity  
  (MPAC), 13, 188, 200, 224, 242  
  ADB study, 6  
  ASEAN leaders, 27–28  
  and China's strategic interests,  
    253–54  
  financing, 227  
  strategies and key actions of, 225  
Memorandum of Understanding,  
  AIIB establishment, 236, 239  
merchandise trade, U.S.-ASEAN  
  economic relationship, 128–31  
most-favoured-nation (MFN) status  
  tariffs, 40  
Multilateral Development Banks  
  (MDBs), 207  
multi-party trade negotiations, 5  
mutual recognition agreements  
  (MRAs), 55, 221, 228  
mutual recognition arrangements  
  (MRAs), 13, 14, 26, 41, 52, 55–56,  
  225

**N**

national budgets, 207  
National Single Window (NSW), 13,  
  25, 62, 225

negotiations, 117  
  challenges for RCEP, 118–22  
new AEC Vision, 85–89  
  timeline for, 90  
New Development Bank (NDB), 236,  
  239  
New Silk Road, 236  
New Silk Road Economic Belt, 7, 238,  
  252  
19th ASEAN Summit in November  
  2011, 96  
non-tariff barriers (NTBs), 14, 24,  
  34–37, 40–41, 45–47, 48n15,  
  49n17  
non-tariff measures (NTMs), 24, 37,  
  40–42, 48n15  
  in ASEAN, 43  
“non-traditional” security (NTS)  
  issues, 77  
“noodle-bowl” effect, 106, 113, 122,  
  144  
Noor, Muhamad, 228  
North American Free Trade  
  Agreement (NAFTA), 63  
Northeast Asian economies, 16

**O**

Obama, Barack, 127, 160  
  and TPP, 155  
official AEC scorecard, 29–30  
“One Belt, One Road” initiative  
  (2013), 7, 235, 238  
open regionalism, 35, 46, 122  
opportunities in economic diplomacy,  
  75–77

**P**

P4. *See* Trans-Pacific Strategic  
  Economic Partnership  
Pacific Economic Cooperation  
  Council (PECC), 167

- Pangestu, Mari, 15
- people-to-people connectivity, 225
- Pham Thi Phuong Thao, 218
- physical connectivity, 224
- Post Ministerial Conferences (PMC), 128
- pre-RTA competitive industrial structure, 171
- pre-RTA tariff structure, 171
- Private-Public Partnership approach, 28
- private sector, 30, 212, 215
- Product Specific Rules (PSRs), 108–9
- profitable regional infrastructure projects, 215
- public financing accounts, 206
- Public-Private Partnerships (PPP), 204, 212–13, 227, 242, 250
- mode of investment, 87–88
- purchasing power parity (PPP), 178, 237, 245n1
- Pushpanathan, S., 228
- R**
- RCEP-Trade Negotiating Committee (TNC) meeting, 117
- RCEP Working Groups on Trade, 96
- Regional Comprehensive Economic Partnership (RCEP), 8, 88, 95, 116–17, 176, 189
- for ASEAN, 97–98
- ASEAN Leaders, 18
- critical success factors, 98–101
- key economic indicators of, 170
- levels of development, 119
- macroeconomic structure of economies, 119, 120
- status of FTAs between members, 118
- TPP *vs.*, 102, 166, 168–70, 173
- Regional Comprehensive Economic Partnership (RCEP) framework, 104, 105
- ASEAN+1 FTAs, 111–13
- issuing authority of certificate of origin, 111, 112
- Regional Comprehensive Economic Partnership (RCEP) negotiations challenges, 118–22
- political factors, 118
- polymakers, 121
- Regional Comprehensive Economic Partnership (RCEP) *vs.* Trans-Pacific Partnership (TPP), 139–42
- introduction, 140
- perceived benefits from, 142–46
- possible concerns, 146–47
- time and cost to export and import, 144
- Regional Comprehensive Partnership Agreement, 231
- regional economic integration (REI), 84, 180, 231
- regional infrastructure projects, 205, 216n2, 245n3
- regional investment initiatives, 26
- regional policymakers, 7
- regional security dialogue, 179
- regional stock market, 209
- regional trade agreements (RTAs), 166, 170, 171
- regional value-added (RVA), 40
- Regional Value Content (RVC), 108, 109
- risks in economic diplomacy, 77–79
- rules-based community, 1
- Rules of Origin (ROO), 40, 47, 99, 108, 109, 113, 119, 122
- in FTAs, 100
- S**
- scorecard, AEC, 29

- 2nd unbundling, 189  
  policies for, 193, 195  
sectoral working groups, 132  
sensitive list (SL) goods, 48n4  
services-oriented economies, 119  
services sector employment, 53  
services sector liberalization, 26  
  explicit focus on, 87  
17th ASEAN-China Summit in 2014, 251  
severe acute respiratory syndrome (SARS) in 2003, 77  
Shanghai Cooperation Organization Development Bank, 239, 252  
Silk Road Fund, 235, 238–40  
Singapore-Kunming Rail Link (SKRL), 253  
Singapore, TradeNet system, 134  
single market and production base, 24–27, 36–37  
skilled labour migration, 51–58  
  conclusion and policy recommendation, 56–57  
  mutual recognition arrangements (MRAs), 55–56  
  and structural change in domestic economies, 53–54  
socio-economic disparities, 12  
soft infrastructure, 196–97, 200  
SOMA Group, 132  
South China Sea, simmering tensions in, 85  
Sovereign Wealth Funds (SWFs), 204, 211–12, 243  
Specific Process Rule (SPR), 108  
state-owned enterprises (SOEs), 147, 161, 181  
strategic project, 11, 15–18  
structural change in domestic economies, 53–54  
Supply Chain Connectivity Action Plan, 221  
Supply Chain Connectivity Framework Action Plan (SCFAP), 222, 223  
Surin Pitsuwan, 228
- T**  
tariff reduction/elimination, 106  
Temporary Exclusion List (TEL), 48n4  
Thai citizens, 55  
Thai Engineer Act 1999, 55  
Thailand, Filipino nurse to practise in, 56  
trade facilitation, 87, 196–97, 200  
  indicators for Asia, 199  
  U.S.-ASEAN economic relationship, 132–33  
Trade Facilitation Action Plan, 182, 221  
trade, ICT development of, 134  
trade intensity index, 46  
trade liberalization, 178  
TradeNet system, 134  
Trade Promotion Authority (TPA), 5, 169, 237–38  
trade statistics, 253  
Transnational Corporations (TNCs), 68, 73  
Trans-Pacific Partnership (TPP), 106, 136n2, 165, 166, 169, 230, 231, 237  
  aims, 150, 152  
  Asia-Pacific Economic Cooperation (APEC) *vs.*, 176, 180–82  
  and cross-border trade, 152  
  economic implications for Asia-Pacific, 151  
  future of, 162–63  
  GDP, 151  
  key economic indicators of, 170  
  membership countries, 151  
  motivation for, 151–52

- negotiations on controversial
    - issues, 152, 154
  - vs.* RCEP, 5, 102
  - strategic implications, 155
  - structure, 152–54
  - summary of agreement, 259–77
  - Trans-Pacific Strategic Economic Partnership agreement, 98, 159
  - transport sector projects, 206
  - Treaty of Amity and Cooperation in Southeast Asia (TAC), 75, 128, 137n4
  - 21st Century Maritime Silk Road, 235, 238
  - two-dimensional fragmentation, 192
- U**
- uniform competition policy, 27
  - United ASEAN diplomacy for AIIB
    - funding, 254–56
  - United States
    - economy, 127
    - FTA, 136
    - investment in ASEAN, 131
    - and TPP, 151–52, 155
  - U.S.-ASEAN Business Council, 132
  - U.S.-ASEAN economic relationship,
    - 126–28
    - activities, 135
    - commodity composition of, 129
    - comparative economic indicators, 127
    - exports and imports in, 130
    - FDI, 131–32
    - ICT development, 134
    - investment facilitation, 134–35
    - merchandise trade, 128–31
    - trade facilitation, 132–33
  - U.S.-ASEAN Expanded Economic Engagement (E3), 125–26, 132–36
  - U.S.-ASEAN Trade and Investment Arrangement (TIFA), 128
  - U.S. companies, 161–62
  - U.S. firms, 80n5
  - U.S.-led Trans-Pacific Partnership,
    - 140, 180
  - U.S. trade politics, 169
- V**
- Vietnam, jobs, 53
  - Viner, Jacob, 170
- W**
- wholly obtained/produced (WO), 108
  - “win-win” benefits of economic diplomacy, 78
  - Working Groups, 117
  - World Bank, 222
  - World Economic Forum (WEF), 241
    - Global Competitiveness Report 2008–2009, 196, 198
  - World Shipping Council, 238
  - World Trade Organization (WTO), 16, 63, 136
  - World Trade Organization Plus (WTO+), 106, 114n2, 152
  - WTO-Doha liberalization process, 17
- X**
- Xi Jinping, 251