

Revisiting Trade Policies in Southeast Asia

Editors

Razeen Sally and Rahul Sen



ASEAN ECONOMIC BULLETIN

Volume 22 Number 1

April 2005

Contents

Articles

- | | |
|-------------------------------------------------------------------------------------------------------------------------------|----|
| Introductory Overview: Revisiting Trade Policies in Southeast Asia
RAZEEN SALLY and RAHUL SEN | 1 |
| Political Economy of Trade Policy in Indonesia
HADI SOESASTRO and M. CHATIB BASRI | 3 |
| Trade Policy in Malaysia: Liberalization Process, Structure of Protection,
and Reform Agenda
PREMA-CHANDRA ATHUKORALA | 19 |
| Trade Policy in the Philippines: Treading a Cautious Path
JOSE L. TONGZON | 35 |
| Singapore's Trade Policies: Priorities and Options
MARGARET LIANG | 49 |
| Trade Policy in Thailand: Pursuing a Dual Track Approach
PAWIN TALERNGSRI and PIMCHANOK VONKHORPORN | 60 |
| Vietnam's Trade Liberalization and International Economic Integration:
Evolution, Problems, and Challenges
VO TRI THANH | 75 |
| Whither Trade Policies in Southeast Asia? The Wider Asian and
Global Context
RAZEEN SALLY and RAHUL SEN | 92 |

ASEAN Economic Bulletin

Editorial Committee

Chairperson

K. Kesavapany

Co-editors

Nick J. Freeman Denis Hew Sakulrat Montreevat Rahul Sen

Book Review Editor

Lee Poh Onn

Assistant Editor

Mohammad Shahidul Islam

Production Editor

Rahilah Yusuf

International Advisory Committee

Florian A. Albuero
Professor of Economics,
School of Economics,
University of the Philippines, Diliman

Mohamed Ariff
Executive Director,
Malaysian Institute of Economic Research

Hal Hill
H. W. Arndt Professor of
Southeast Asian Economics,
Research School of Pacific and Asian Studies,
Asia Pacific School of Economics
and Management,
The Australian National University

Rolf J. Langhammer
Vice-President and
Head of Research Department
Kiel Institute of World Economics,
Germany

Peter Petri
Dean, Graduate School of International
Economics and Finance,
Brandeis University, USA

Hadi Soesastro
Executive Director,
Centre for Strategic and
International Studies, Indonesia

Chalongphob Sussangkarn
President, Thailand Development
Research Institute

Tan Kong Yam
Head, Department of Business Policy,
Faculty of Business Administration,
National University of Singapore

Shujiro Urata
Professor of Economics,
School of Social Sciences,
Associate Dean of Academic Affairs,
Waseda University, Japan

John Wong
Research Director,
East Asian Institute,
National University of Singapore

Woo Wing Thy
Department of Economics,
University of California, Davis, USA

MICHAEL LEIFER

Memorial Prize

for the best article published in

- *ASEAN Economic Bulletin*
- *Contemporary Southeast Asia*
- *Sojourn: Social Issues in Southeast Asia*

The Michael Leifer Memorial Prize is awarded by the Institute of Southeast Asian Studies (ISEAS) in memory of the late Michael Leifer (1933–2001), Professor Emeritus in International Relations at the London School of Economics and Political Science and the founding Director of the School's Asia Research Centre.

Professor Leifer has rightly been described as the doyen of Southeast Asian Studies. He wrote and edited over 20 books and published over 150 scholarly articles on the international relations and domestic politics of Southeast Asia. His analysis of contemporary regional developments reached a worldwide audience through his regular broadcasts over the BBC. At the LSE he nurtured a generation of Southeast Asianists from all over the world, most significantly from Southeast Asia itself. Many of them became prominent in academe, think-tanks, media and government. His encyclopaedic knowledge of the region was masterfully displayed in his *Dictionary of the Modern Politics of Southeast Asia*, which has gone through three editions. During one of his sojourns at ISEAS he brought his editorial skills to bear on the speedy publication of David Marshall's *Letters from Mao's China*. Professor Leifer's last book, *Singapore's Foreign Policy: Coping with Vulnerabilities*, remains an unrivalled study on Singapore, the place that was his first steppingstone in a lifetime of academic journeying into Southeast Asian Studies.

Professor Leifer first visited Singapore in 1963 as a young lecturer from the University of Adelaide. During a professional life spanning nearly 40 years he paid numerous visits to Singapore where his considered views and analysis were much sought after by academics, the media and policy-makers alike. Appointed Senior Professorial Fellow at ISEAS between 1995 and 1997, he made many valuable contributions to the work of the Institute. He also served on the international advisory committee for *Contemporary Southeast Asia*, a major journal of ISEAS.

In recognition of Professor Leifer's valuable contributions to scholarship in Southeast Asian Studies and the unstinting encouragement he gave to aspiring young scholars in the field, ISEAS is instituting the Michael Leifer Memorial Prize. An award of S\$3,000 will be given biennially for the best article published in one of ISEAS' three journals namely, the *ASEAN Economic Bulletin*, *Contemporary Southeast Asia* and *Sojourn: Social Issues in Southeast Asia*. A Prize Committee, made up of the editors of the three journals, eminent scholars, and the Director of ISEAS, will be tasked with selecting the article on the basis of its analytical rigour, conceptual clarity and soundness, and general contribution to Southeast Asian scholarship.

The first prize will be awarded in 2005 based on articles published in 2003 and 2004.

	<i>Individuals</i> <i>(Print & Electronic)</i>	<i>Institutions</i> <i>(Print & Electronic)</i>
Asia, Japan, Australia, New Zealand	US\$54	US\$100
Europe, North and South America, Africa, Middle East	US\$68	US\$126
Singapore, Malaysia, Brunei	S\$61	S\$97

These annual rates include electronic document delivery as well as the printed copy by air. The *ASEAN Economic Bulletin* is published three times a year, in April, August, and December.

Correspondence concerning subscriptions should be addressed to:

The Managing Editor
Institute of Southeast Asian Studies
30 Heng Mui Keng Terrace, Pasir Panjang
Singapore 119614
Fax: (65) 6775-6259 E-mail: pubsunit@iseas.edu.sg

ELECTRONIC ACCESS

The contents page of the current issue as well as the article abstracts are available on-line at the ISEAS Publications Unit website at <http://bookshop.iseas.edu.sg>. The electronic version of this journal is free to all subscribers. Access to the electronic version is by User ID and password for individual subscribers. Institutional subscribers are bound by terms and conditions. Electronic Document Delivery service is also available to non-subscribers at S\$12.20/US\$7.20 per article. For more information, access <http://bookshop.iseas.edu.sg> and click on "Journals".

BACK ISSUES

Electronic version: All back issues starting from volume 1 (1984) are now available in electronic form and may be purchased on-line at <http://bookshop.iseas.edu.sg>.

Print version: Complete sets of back issues may also be obtained from Schmidt Periodicals GmbH, Ortsteil Dettendorf, D-83075 Bad Feilnbach, Germany (Tel: 80 64-221, Fax: 80 64-557).

INDEXING

The ASEAN Economic Bulletin is indexed in the Business Source Elite; Corporate ResourceNet; EconLit; Expanded Academic ASAP; InfoTrac Custom Journals; Ingenta; International Bibliography of Book Reviews of Scholarly Literature (IBR) Print/Online/CD-ROM; International Bibliography of Periodical Literature (IBZ), Print/Online/CD-ROM; Journal of Economic Literature; OneFile; PAIS International; Peace Research Abstracts; ProQuest Information and Learning; Resources for Economists; South-East Asia Product Database; and World Affairs Online.

PUBLISHED BY THE INSTITUTE OF SOUTHEAST ASIAN STUDIES, SINGAPORE

©2005 ISEAS

ISSN 0217-4472

Reprint permission may be obtained by writing to the Managing Editor at the above address or to publish@iseas.edu.sg

World Wide Web: <http://bookshop.iseas.edu.sg>

The responsibility for facts and opinions presented in the articles rests exclusively with the individual authors. Their interpretations do not necessarily reflect the views or the policy of the Editorial Committee, the International Advisory Committee, the sponsors of the *ASEAN Economic Bulletin*, or the Institute of Southeast Asian Studies.

Printed in Singapore by Seng Lee Press Pte Ltd.