

**Conference on:  
'APEC at 20 and the Rise of China'**

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Intra-regional trade has been rising rapidly, particularly after China's accession to the WTO in 2001. China's economy is expanding rapidly, and will soon surpass Japan to become the world's second largest economy. It is clearly producing a huge impact on the world economy, and particularly on ASEAN countries. This is the time to do a stock taking: what has APEC achieved so far? How is China's rapid growth shaping the course of economic integration and cooperation in the region? What is the future of APEC?

We are co-hosting a conference on "APEC at 20 and the Rise of China" with the East Asian Institute (National University of Singapore) and the Asia Pacific Economic Association on February 26-27, 2010. Prominent speakers from around the region and particularly from the mainland will be invited, to join with local scholars to explore the future of APEC, in particular monetary cooperation and integration, intra-regional trade and investment, and relations between APEC and the rest of the world. A conference volume will be published with the help of the East Asian Institute through World Scientific.

**Organizer:**

HK APEC Study Centre, Lingnan University

**Co-Organizers:**

East Asian Institute, National University of Singapore

Asia-Pacific Economic Association

Economics Department, HK Baptist University

Date: 26-27 February 2010

Venue: Paul S. Lam Conference Centre, 3/F. Amenities Building, Lingnan University

**Programme**

**Friday, 26 February 2010**

8:30 – 9:00           **Registration**

9:00 – 9:15           **Welcoming Remarks**  
Prof. CHAN Yuk-Shee (Lingnan University President)

9:15 – 9:30           **Opening Address : APEC at 20 and the Rise of China**  
Ms. Maria KWAN (Director-General of Trade and Industry, HK SAR Government)

**Session 1: APEC at 20 and the Rise of China:  
an Overview and Assessment (i)**

*Chair: Jesús SEADE*

9:30 – 10:15        *APEC at 20: Looking Back and Looking Forward (Keynote)*  
John RAVENHILL (Australian National University)

10:15 – 10:30      Tea Break

**Session 2: Monetary and Financial Cooperation**

*Chair: John WONG*

10:30 – 11:15      *Monetary and Financial Cooperation in East Asia (Keynote)*  
Masahiro KAWAI (Asian Development Bank Institute)

11:15 – 11:45      *The Future of the Renminbi and its Implications for the Hong Kong Dollar*  
HE Dong (Hong Kong Monetary Authority)

11:45 – 12:15      *Reform of RMB Exchange Rate Regime: A Trade-off Solution*  
ZHANG Bin (Chinese Academy of Social Sciences)

12:15 – 12:45      *Towards an Effective (More or Less) Monetary Union in Asia*  
Lok Sang HO (Lingnan University)

12:45 – 2:00        Lunch

**Session 3: APEC at 20 and the Rise of China:  
an Overview and Assessment (ii)**

*Chair: Juyoung CHEONG*

2:00 – 2:45        *Trade Gains and Public Goods: Further Thoughts (Keynote)*  
Murray KEMP (University of New South Wales)

2:45 – 3:15        *Regional Institutional Architecture and the Rise of China*  
TAN Khee Giap (East Asian Institute)

3:15 – 3:45        *China: A New Engine of the Regional Economy*  
Yiping HUANG (Peking University)

3:45 – 4:00        Tea Break

**Session 4: The Politics of Asian Regionalism**

*Chair: Jane DRAKE-BROCKMAN*

4:00 – 4:30        *European and Asian Regionalism: Comparative Connections*  
Brian BRIDGES (Lingnan University)

4:30 – 5:00        *APEC and Other Regional Arrangements: The Emergence of New  
Regional Order in Asia and the Pacific*  
PANG Zhongying (Renmin University of China)

5:00 – 5:30        *APEC in the Context of U.S.-China Relations*  
ZHANG Baohui (Lingnan University)

5:30 – 6:15        **Session 5: Roundtable Discussion: APEC, Doha and FTAs**

*Chair: Lok Sang HO*

6:15 – 8:00        Dinner

**Saturday, 27 February 2010**

**Session 6: Trade Matters: Policies and Directions**

*Chair: Jesús SEADE*

- 9:00 – 9:30     *Feasibility of APEC FTA and Implications for East Asia*  
Inkyo CHEONG (Inha University)
- 9:30 – 10:00    *Global Free Trade: Regionalism as a Building Block or a Stumbling Block?*  
Kar-yiu WONG (HK Baptist University and APEA) and Juyoung CHEONG  
(University of Queensland)
- 10:00 – 10:30    *The Role of China in Asia-Pacific Trade Framework in the Context of APEC*  
Emile Kok-Kheng YEOH and Im-Soo YOO (University of Malaya)
- 10:30 – 11:00    *Building APEC as an Effective Vehicle for Facilitating International  
Business; at the Border, behind the Border and across the Border*  
Jane DRAKE-BROCKMAN (Trade and Environment Solutions Pty Ltd)
- 11:00 – 11:15    Tea Break

**Session 7: Trade and Investment**

*Chair: Brian BRIDGES*

- 11:15 – 11:45    *FDI in a Closer Linked Asia*  
Hsiang-chih HWANG (Lingnan University)
- 11:45 – 12:15    *Road Investment and Inventory Reduction: Evidence on Causality and  
Externality from China*  
Zhigang LI (University of Hong Kong)
- 12:15 – 12:45    *The Role of CAFTA in Economic Integration in the Context of APEC*  
Sarah Y. TONG (East Asian Institute)
- 12:45 – 1:00     **Concluding Remarks: John WONG**
- 1:00 – 2:30     Lunch

~ End ~

## Biography of Speakers:

**Brian BRIDGES** is Professor of Political Science and Head of the Department of Political Science at Lingnan University. His areas of research specialisation are Japanese politics and foreign policy; the international relations of the Korean peninsula; Asian Pacific security issues; Europe's relations with Asia; and the sports-politics nexus. His current projects include the two Koreas in the Olympics, Japan-Korea relations (especially concerning the North Korean nuclear crisis), and a co-edited volume on democracy and governance in Asia. His most recent book, co-edited with Richard Balme, entitled *Europe-Asia Relations: Building Multilateralisms*, was published by PalgraveMacmillan in May 2008. He and Lok Sang Ho jointly edited a volume: *Public Governance in Asia and the Limits of Electoral Democracy* that is forthcoming from Edward Elgar.

**Inkyo CHEONG** is Professor of Economics at Inha University, Incheon, Korea. He also serves as Director of the Jeongsuk Research Institute ([www.ejri.net](http://www.ejri.net).) He had been Research Fellow for eight years (1996-2004) in the Korean Institute for International Economic Policy (KIEP). He had been instrumental in establishing the groundwork for and has been actively involved in negotiating Korea's first FTA with Chile. Since then, he has been involved with the formation of Korea's FTA policy. He advises on FTA policies for several governmental ministries such as the Ministry of Foreign Affairs and Trade, and also participates in official negotiations for bilateral FTAs as one of the Korean delegates. He was actively involved in the APEC process in 1990s as one of Korean delegates for the Economic Committee of the APEC. Also, he has contributed to the development of Korea's FTA policy formation from the country's first FTA with Chile, especially in official negotiations and official economic feasibility studies. His diverse activities have been focused on Korea's major FTAs such as the Korea-US FTA, the Korea-ASEAN FTA, Korea-EU FTA and a Korea-Japan FTA, etc.

**Juyoung CHEONG** is a Lecturer at The University of Queensland, Australia. She obtained her Ph.D in Economics from University of Washington in Seattle. Her research areas are international trade and international economics focusing on static and dynamic welfare impact of preferential trade agreements and other types of economic integration. Her current research includes dynamic relation of free trade areas and global free trade and the effects of Free Trade Agreements and Institutions on economic growth.

**Jane DRAKE-BROCKMAN** is a former senior Australian diplomat and trade negotiator and now an independent public policy consultant resident in Hong Kong. She was founding convenor of the Australian Services Roundtable, which is a not-for-profit business advocacy body for the services sector in Australia. Ms Drake-Brockman has extensive professional experience with respect to both the WTO and APEC. She was one of a small team established in 1990 to get APEC 1 in Canberra off the ground and was appointed by APEC Senior officials as one of 5 regional experts to undertake the mid-term stocktake of the Bogor goals in 2005. For the last two decades, she has contributed actively throughout the region to the academic dialogue in PAFTAD, to the research and informal policy development process through PECC and to the articulation of a business perspective through ABAC.

**HE Dong** is Executive Director of the HK Institute for Monetary Research under the Hong Kong Monetary Authority. Mr. He, as the Director of the HKIMR, heads the Institute and is also responsible for the Institute's research programme. Mr He, who holds a PhD in Economics from the University of Cambridge, has published research on a wide range of economic matters, particularly macroeconomic and financial market issues in Hong Kong and Mainland China. Before joining the HKMA in August 2004 as a Head (External), Mr. He was a staff member of the International Monetary Fund during 1998-2004 and a staff member of the World Bank during

1993-1998. Mr. He took up the position as Head (Economic Research) in HKMA in May 2006 and was appointed to his current position in August 2009.

**Lok Sang HO**, Professor of Economics at Lingnan University and Director of its Centre for Public Policy Studies, is the author of *Principles of Public Policy Practice* and the joint editor of *China, Hong Kong, and the World Economy*, among other books. A former President of the Hong Kong Economic Association who helped launch the *Pacific Economic Review*, he had served in the HK Committee of PECC for a number of years. He proposed the “World Currency Unit” in an article in *World Economy* in 2000 as an international indexed unit of account representing a standard unit of real purchasing power and then in 2008 he launched a website providing daily quotations of this unit in several major currencies. He has published over 90 journal articles and book chapters.

**HWANG Hsiang-chih** is a Research Fellow with the APEC Study Centre at Lingnan University. She holds a doctorate from Brandeis University and a MA from Boston University. She had taught at Wellesley College. Her recent research centers on issues in international trade, foreign direct investment, regionalism, and intellectual property rights.

**Yiping HUANG** is Professor with the China Centre for Economic Research of the Peking University. Prior to his academic appointment, he was Managing Director and Head of Asia Pacific Economic & Market Analysis (EMA) in Citigroup, based in Hong Kong. Prior to assuming responsibility for Asia Pacific emerging markets, Yiping Huang was the Greater China Economist for Citigroup.

**Masahiro KAWAI**, Dean of the Tokyo-based Asian Development Bank Institute, was head of ADB’s Office of Regional Economic Integration (OREI) and Special Advisor to the ADB President in charge of regional economic cooperation and integration. Between 1986 and 2008, Mr. Kawai was a Professor in Economics at the University of Tokyo’s Institute of Social Science. Mr. Kawai also worked as Chief Economist for the World Bank’s East Asia and the Pacific Region from 1998 to 2001, and as Deputy Vice Minister of Finance for International Affairs of Japan’s Ministry of Finance from 2001 to 2003. Mr. Kawai’s publication includes *The New World Fiscal Order* (Urban Institute, 1996), *Exchange Rate Regimes in East Asia* (Routledge Curzon, 2004), and *Policy Coherence towards East Asia: Development Challenges for OECD Countries* (OECD, 2005). Mr. Kawai holds a BA in economics from the University of Tokyo and a PhD in economics from Stanford University.

**Murray KEMP** is the author of 18 books and over 250 journal articles and book chapters, including publications in every leading international economics journal – *Econometrica*, *American Economic Review*, *Journal of Political Economy*, *Quarterly Journal of Economics*, and *Journal of International Economics*. A major focus of his research has been on analysing the gains from trade between nations in goods and investment when the economies have very general characteristics. This major contribution to basic trade theory includes the famous Kemp-Wan theorem that demonstrates the potential optimality of regional piece-wise trade reform. Professor Kemp is the author of the classic text, *The Pure Theory of International Trade and Investment*, that was used around the world in advanced undergraduate and graduate classes for over two decades.

**Zhigang LI** obtained his PhD degree in Economics from UC-San Diego in 2005 and joined the School of Economics and Finance at the University of Hong Kong as an Assistant Professor. Zhigang’s research interests are in Chinese economy, public economics, and regional economics. He has done research on measuring the economic effect of infrastructure investments in China. He has also studied how privatization may affect the tax evasion in China, and how the tax reform

in China may have affected the productivity of State-owned Enterprises. Zhigang's current research interests are on (1) how transport infrastructure investments in China affect its economy; (2) The public finance system of China; and (3) The environmental consequences of the growth of China.

**PANG Zhongying** currently is Professor at School of International Relations, Renmin University of China in Beijing. His research interests are the international relations of Asia and the Pacific, China's foreign policy and China-Asia relations. He was invited and awarded to conduct his research as a visiting fellow or visiting professor at the world academic centers such as the Brookings Institution in Washington, Centre for the Study of Globalisation and Regionalisation at University of Warwick, Nanjing University – Johns Hopkins University Center for Chinese and American Studies, and the Centre for Strategic Studies, Victoria University of Wellington, New Zealand. He lectured at Oxford University Centre for International Studies, Geneva Centre for Security Policy and Regional Centre for Strategic Studies (Sri Lanka). His latest publications include *Global Governance: Views from China* (ed., 2006), "Assessing the Diplomatic Power of China" (2007), and "China-West Cooperation" (2008), as well as "China's Non-intervention Question" (2009). Pang graduated from Nankai University with B.A. in economics, University of Warwick with MA in Politics and International Studies, Peking University with Ph.D. in International Relations. He served in China Institute of International Studies (CIIS), Foreign Ministry and the Chinese Embassy in Indonesia. He was Professor of International Relations and Director of Global Studies Institute at Nankai University in Tianjin.

**John RAVENHILL** is Professor in the Department of International Relations, Research School of Pacific and Asian Studies, Australian National University. His principal work on APEC is *Asia Pacific Economic Cooperation: The Construction of Pacific Rim Regionalism* (Cambridge University Press, 2001). He has also written extensively on the financial crisis in Asia, most recently *Crisis as Catalyst: Asia's Dynamic Political Economy* (Cornell University Press, co-editor, 2008), and earlier, *The Asian Financial Crisis and the Architecture of Global Finance* (Cambridge University Press, co-editor, 2000), as well as on more general issues in international political economy for instance, *Global Political Economy* (Oxford University Press, editor, 2008). He has published in most of the major international relations journals including *International Organization*, *World Politics*, and *Review of International Studies*. He was the founding editor of the Cambridge University Press series, *Cambridge Asia-Pacific Studies*. He is a Fellow of the Academy of the Social Sciences in Australia.

**Jesús SEADE**, Vice President of Lingnan University and Sydney Leong Professor of Economics, was Deputy Director General of GATT, and subsequently Deputy Director General of WTO until 1995. Having taught at Warwick University in his early career he switched to a distinguished public service and then with various international organizations. Before he joined Lingnan University in 2007 he was serving at the Fiscal Affairs Department of the IMF as Senior Advisor.

**TAN Khee Giap** is Adjunct Senior Fellow of East Asian Institute. Upon completion of his PhD in Economics from University of East Anglia, England in 1987, he joined the Singapore banking industry as a treasury manager and later served in National University of Singapore (1990-1993) and Nanyang Technological University (1993-2009). He was Deputy President of the Singapore Economic Society, 2004. He served in the 2002 Economic Review Committee and also as the Deputy Chair of the Institute of Policy Studies Forum for Economic Restructuring in 2003. He is a member of the Resource Panel of the Government Parliamentary Committee for Transport and Government Parliamentary Committee for Finance and Trade, 2007-2010. He was Associate Dean, Graduate Studies Office (2007-2009) and Co-Director Asia Research Center (2005-2009) at Nanyang Technological University. He is currently an Independent Director for the publicly listed Hi-P International and Artivision.

**Sarah Y. TONG** obtained her Ph.D. in Economics from the University of California at San Diego. She is Assistant Professor of the Department of Economics and Research Fellow of East Asian Institute, both at the National University of Singapore. Her research interests concentrate on the recent transformation of Chinese Economy, including development in trade, foreign investment, and industrial restructuring. Her recent work appeared in journals such as *Journal of International Economics*, *Global Economic Review*, *China: An International Journal*, *Review of Development Economics*, *China and the World Economy*, *Comparative Economic Studies*, and *China Economic Review*. In addition to contributing chapters to several recent books on contemporary China, she is also co-editing a book titled *China and Global Economic Crisis*, to be published by World Scientific.

**John WONG** is Research Director of the East Asian Institute. He was formerly Director of the Institute of East Asian Political Economy (IEAPE), Singapore (1990-96). Prior to this, he taught Economics at the University of Hong Kong (1966-71) and then the NUS (1971-1990). He also taught briefly at Florida State University as a Fulbright Visiting Professor. He had visiting appointments with Harvard's Fairbank Center, Yale's Economic Growth Center, Oxford's St. Antony College, and Stanford University. In 1996, he held the Chair of ASEAN Studies at the University of Toronto. He did consultancy work for the Singapore government and many international organizations including UN ESCAP, ADB, UNIDO, and APO. He serves as an editorial board member of many learned journals on Asian studies and economic development.

**Kar-yiu WONG** is Chair Professor of Economics, HK Baptist University and President of Asia Pacific Economic Association. He is the joint editor of *China and Asia : Economic and Financial Interactions*, *Trade, Globalization and Poverty*, *WTO and World Trade : Challenges in a New Era*, *China and Asia : Economic and Financial Interactions*, *Trade, Globalization and Poverty*, *WTO and World Trade: Challenges in a New Era*, *China and Asia : Economic and Financial Interactions* , *Trade, Globalization and Poverty*, *WTO and World Trade : Challenges in a New Era*, etc.

**Emile Kok-Kheng YEOH** is Director and Associate Professor of the Institute of China Studies, University of Malaya, Malaysia. Emile graduated with a PhD from the University of Bradford, West Yorkshire, England (1998), and his research interests include institutional economics, China studies, decentralization and fiscal federalism, and socioracial diversity and the role of the State in economic development. His works have been published in journals and occasional paper series such as *The Copenhagen Journal of Asian Studies*, *GeoJournal: An International Journal on Human Geography and Environmental Sciences*, *International Journal of China Studies*, *Malaysian Journal of Economic Studies* and the *Copenhagen Discussion Paper Series*, and his recent books, as both editor and contributor, include *Ethnic Interaction and Segregation on Campus and at the Workplace* (2004), *Economic Kaleidoscope: Current Issues and Perspectives* (2005), *China and Malaysia in a Globalizing World: Bilateral Relations, Regional Imperatives and Domestic Challenges* (2006), *Emerging Trading Nation in an Integrating World: Global Impacts and Domestic Challenges of China's Economic Reform* (2007), *Facets of a Transforming China: Resource, Trade and Equity* (2008), *China in the World: Contemporary Issues and Perspectives* (2008), *CJAS Special Issue (26(2)): Transforming China* (2008), *Regional Political Economy of China Ascendant: Pivotal Issues and Critical Perspectives* (2009), *China-ASEAN Relations: Economic Engagement and Policy Reform* (2009), *Towards Pax Sinica? – China's Rise and Transformation: Impacts and Implications* (2009).

**Im-Soo YOO** is Professor Emeritus at the Department of Economics, Ewha Womans University, Seoul, Republic of Korea. He obtained his Bachelor of Arts and Master in Business Administration from Yonsei University, Korea, and holds a PhD in Economics from University of Cologne, Germany. Dr Yoo has been teaching for the past 30 years. He has been Visiting

Professor at various universities throughout Europe and Asia including University of Munich, University of Potsdam and University of Paris III. Dr Yoo served as Visiting Professor at the Faculty of Economics and Administration, University of Malaya, Kuala Lumpur, Malaysia, and currently he is a Senior Research Fellow at the Institute of China Studies, University of Malaya. Dr Yoo was advisor to the Board of Audit and Inspection of Korea and also several other government and corporate organizations. He was President of Korean Association for Contemporary European Studies and currently President of Asia-Europe Perspective Forum. His current research interests include international economics, trade, economic development and global finance especially for economic integration between European Union and East Asian community.

**Baohui ZHANG** is an Associate Professor of Political Science at Lingnan University. He is also the director of Centre for Asian Pacific Studies. He obtained his Ph.D. in government from University of Texas in Austin. His research interests include Chinese foreign policy, U.S.-China relations, and democratization in the East Asian context. Currently, he is examining whether China has shifted to a new grand strategy for its international rise. In addition, he is studying the issue of strategic nuclear deterrence in U.S.-China relations and how it affects the future security relationship between the two countries.

**Bin ZHANG** is Managing Editor of Journal of World Economy (Chinese) at Institute of World Economics and Politics (IWEP), Chinese Academy of Social Sciences. Before joining the Journal of World Economy, Mr. Zhang was deputy director of Department of International Finance at IWEP. His research centers on China's monetary policy, regional financial cooperation in East Asia, and structural reform of Chinese economy. In addition to more than thirty academic papers published in academic journals, he also published plenty of articles and policy brief in China's leading financial newspaper and magazines.