

# **Program of the Fifth Convention of The East Asian Economic Association**

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## **Theme: Financial Interdependence of the East Asian Economies**

Dates: 25-26 October 1996

Venue: Royal Orchid Sheraton Hotel, Bangkok, Thailand

Local Host: Faculty of Economics, Thammasat University

## **October 25 (Friday)**

### **Opening Ceremony (9:00-9:30)**

Her Royal Highness Princess Maha Chakri Sirindhorn

Greetings by

Naris CHAIYASOOT (Dean, Faculty of Economics, Thammasat University)

Noranit SETABUTR (Rector of Thammasat University)

ICHIMURA Shinichi (President of EAEA)

### **Parallel Sessions A (10:00-12:00)**

#### **A-1. Financial Interdependence**

Chairman: KOHSAKA Akira (Osaka University)

1. Pan A. YOTOPOULOS (Stanford University) An Endogenous Growth Model of Incomplete Currency Markets in Developing Countries
2. Abul M. M. MASIHI (The University of New South Wales) and Rumi MASIHI (University of Cambridge) The Propagation of Stock Market Fluctuations in Alternative Models of Dynamic Causal Linkages: A Comparative Analysis Involving the Asian NICs and the Established Markets of Japan, US, UK, and Germany
3. FUKASAKU Kiichiro and David MARTINEAU (OECD) Monetary Cooperation in East Asia: Results of Causality Tests and Cointegration Analysis
4. Emile CLAASSEN (UN-ESCAP) Financial Dependence and Interdependence and their Implications for the Macroeconomic Determination of the Real Exchange Rate
5. Vimut VANITCHAREARNTHUM (Thammasat University) Interregional Variation in Interest Rates and Prices

Discussants:

1 Chawin LEENABANCHONG (Thammasat University)

2,3 Bhanupong NIDHIPRABHA (Thammasat University)

4,5 SHEA Jia-Dong (Academia Sinica)

## **A-2. International Economic Cooperation**

Chairman: LIM Chong Yah (Nanyang Technological University)

1. Richard POMFRET (University of Adelaide and OECD) Regionalism in Asia and the Role of China
2. TEJIMA Shigeki (Japan EXIM Bank) Globalization Through Japanese Companies' FDI in the Age of the World Regionalization
3. J.Thomas LINDBLAD (State University of Leiden) The Impact of Foreign Investment in Southeast Asia Under Colonialism and Today
4. Marcus MARKTANNER (Technische Universitat Ilmenau) Is There a Limit in Transition from Plan to Market?
5. Noppadol BURANATHANUNG (Bank of Thailand) Intra-firm, Intra-ASEAN Trade: A Case Study of Japanese Automobile Manufacturers in ASEAN

Discussants:

- 1,3 Supote CHUNANUNTATHUM (Thammasat University)
- 2,5 YOO Jan Hee (Korean Institute for International Economic Policy)
- 4 Abdur R. CHOWDHURY (Marquette University)

## **A-3. Human Resources and Migration**

Chairman: Richard WONG (University of Hong Kong)

1. Linda LOW (National University of Singapore) Labour Migration in Southeast Asia: Issues and Tasks Ahead
2. CHO Woo Hyun and BAI Moo Ki (Soong Sil University) Women's Status in Korean Labor Market: A Comparative Perspective with Other Asian Countries
3. CHANG Ching-hsi (National Taiwan University) The Public Sector Labor Markets in Taiwan
4. Prijono TJIPTOHERIJANTO (University of Indonesia) Migration and HRD in Indonesia
5. J. J. CAPUNO and O. SOLON (University of the Philippines) The Impact of Devolution on Local Health Expenditures: Anecdotes and Preliminary Estimates From the Philippines

Discussants:

- 1,2 Pawadee TONGUTHAI (Thammasat University)
- 3 IKEMOTO Yukio (Kyoto University)
- 4 Chris MANNING (Australian National University)
- 5 Dow MONGKOLSMAI (Thammasat University)

## **Luncheon Session (12:00-13:30)**

Chairman : Narongchai AKRASANEE

Keynote speaker: KATSUMURA Yasuo (Senior Vice President & Deputy Chairman of the Board, The Overseas Economic Cooperation Fund, Japan)

## **Parallel Sessions B (13:30-15:30)**

### **B-1. Financial Aspects of Development**

Chairman: Naris CHAIYASOOT (Thammasat University)

1. YOSHINO Naoyuki and FUJIMARU Maki (Keio University) Low Interest Rate Policy and the Economic Growth: Japanese Experience Compared With Other Asian Countries
2. SHEA Jia-Dong (Academia Sinica) The Share of Informal Financing: Theory and the Case of Taiwan
3. YANG Ya-hwei, TU Ying-Yi, CHEN Yen-pao, YEN Tzung-Ta (Chung-Hua Institute for Economic Research) Sources of Funds for Taiwanese Investment in Southeast Asia and Mainland China
4. LU Ding and QIAO Yu (National University of Singapore) The Role of Banking Credit Quota in China's Boom-Bust Cycles
5. YOON Young Man (Univ. of Incheon) Welfare Aspects of Some Restrictions on International Borrowing

Discussants:

- 1,2 Supavud SAICHEUA (Phatra Thanakit Public Co., Ltd.)
- 3 LI Cong (Chinese Academy of Social Science)
- 4 Plearnpit SATSANGUAN (Thammasat University)
- 5 CHEW Soon Beng (Nanyang Technological University)

### **B-2. International Trade**

Chairman: Suthiphand CHIRATHIVAT (Chulalongkorn University)

1. SUNG Yun-Wing (The Chinese University of Hong Kong) China's Trade by Country and the Role of Intermediation via Hong Kong
2. William E. JAMES (Ministry of Trade, Republic of Indonesia) Indonesia: Non-Oil and Non-Gas Export Performance in 1995 and Prospects for 1996
3. FUJITA Natsuki (Tokyo University) Growth Factors of Japanese Import From Asian Countries
4. K.C. FUNG and Lawrence J. LAU (The University of Hong Kong) The China-U.S. Bilateral Trade Balance: How Big Is It Really?
5. Jayant MENON (Monash University) Has Japan Been "Opening Up"?: Empirical Analytics of Trade Patterns

Discussants:

- 1,4 YU Yongding (Chinese Academy of Social Science)
- 2 Tongroj ONCHAN (Huachiew Chalermprakiet University)
- 3,5 Thamavit TERDUDOMTHAM (Thammasat University)

### **B-3. Environment Issues**

Chairman: Mingsarn KAOSA-ARD (Thailand Development Research Institute)

1. Mohan MUNASINGHE (University of Colombo) Sustainable Development - How to Make Market Based Growth and Environmental Protection Compatible
2. Anggito ABIMANYU (Gadjah Mada University) Free Trade and Environmental Problem: Testing on Pollution Havens Hypotheses in Regional of APEC
3. Areeya BOON-LONG and Direk PATMASIRIWAT (Thailand Development Research Institute) Water Pricing to Enhance Supply and Welfare Improvement: Case Study From Semi-Urban Community
4. Elan SATRIAWAN (Gadjah Mada University) The Impacts of Global Warming on Indonesia's Agricultural Sector: The Application of General Equilibrium Model1.

Discussants:

- 1 Supachit MANOPIMOKE (Thammasat University)
- 2,3 Gotz UEBE (University of Bundeswehr Hamburg)
- 4 EZAKI Mitsuo (Nagoya University)

### **Parallel Sessions C (15:45-17:45)**

#### **C-1. Multinational Corporations**

Chairman: Hal HILL (Australian National University)

1. LAI Yew Wah (University Sains Malaysia) The Quest For Technological Competence Via MNCs: A Malaysian Case Study
2. THEE Kian Wie (The Indonesian Institute of Sciences) Raising Indonesia's Industrial Competitiveness
3. ZHAO Shuming (Nanjing University) The Development of Multinational Corporations and the Economic Growth in Asia
4. Eric D. RAMSTETTER (Kansai University) Technology-Related Indicators and Trade Propensities in Foreign and Local Firms in Thailand's Nonoil Manufacturing Industries
5. Prema-chandra ATHUKORALA (Australian National University) Multinational Enterprises, Employment and Real Wages: A Time-Profile Study of Malaysia Discussants:
  - 1,2 Vatchareeya THOSANGUAN (Thammasat University)
  - 3,5 ITO Shoichi (Osaka Prefectural University)
  - 4 Wilaiwan WANNITIKUL (Thammasat University)

#### **C-2. International Trade and WTO**

Chairman: YOO Jang Hee (Korean Institute of International Economic Policy)

1. Michael G. PLUMMER (Kobe University and Brandeis University) Changing Commercial Policies in the Asia-Pacific and the Determinants of Trade-Investment Links
2. Ludo CUYVERS (Centre for ASEAN Studies) The Trade Diversion Effects on ASEAN of the European Union Enlargement With EFTA Countries and the Association Agreements With Eastern Europe
3. Pearl Imada IBOSHI (State of Hawaii) A Cost-Benefit Analysis on the Impact of Tourism on a Small Open Economy: The Case of Hawaii
4. Jamal OTHMAN (University Kebangsaan Malaysia) The Undesirability of Agricultural Trade Liberalization: the Food Security Issue
5. Victoria CHOMO and Lokman ZAIBET (Sultan Qaboos University) GATT and Developing Nation Exports: The Sanitary and Phytosanitary Agreement

Discussants:

- 1,2 Wisarn PUPPHAVESA (Thailand Development Research Institute Foundation)
- 3,5 IGAWA Kazuhiro (Kobe University)
- 4 Somchin SUNTAVARAK (Sukhothaiithammathirat Open University)

### **C-3. Transition Economies**

Chairman: PU Shan (Chinese Academy of Social Sciences)

1. George LEE (San Francisco State University) Communist Reforms and the Future of Asia's Economies
2. Manuel F. MONTES (UNU/WIDER) Sustaining Growth in China and Vietnam: Current Account Constraints
3. LEE Doowon (Yonsei University) Lessons of Transitional Economies' Reform for North Korea
4. MIN Hua (Fudan University) Creating a Gradual Reform Model

Discussants:

- 1 VU Dac Dam (Bureau of National Committee for ASEAN, Office of Government of Vietnam)
- 2 DO Duc Dinh (Vietnam Economic Review)
- 3 Suchat THADATHMRONGVECH (Ramkhamhaeng University)
- 4 H.W. ARNDT (The Australian National University)

## **October 26 (Saturday)**

### **Plenary Session (9:00-10:15)**

#### **The Growing Tiger: The Current State and Prospects of the Thai Economy**

Chairman: Seiji NAYA ( State University of Hawaii )

Ammar SIAMWALLA (Thailand Development Research Institute Foundation), Medhi KRONGKAEW, Praipol KOOMSUP, Chanin MEPHOKEE, Skon VARANYUWATANA, Prakarn ARPHASIL, Sirilaksana KHOMAN, Supachit MANOPIMOKE (Thammasat University), Staff of Phatra Thanakit Public Co., Ltd.

Discussant: H.W. ARNDT ( The Australian National University )

### **Parallel Sessions D (10:30-12:15)**

#### **D-1. Financial Market Reform**

Chairman: SHEA Jia-Dong (Academia Sinica)

1. OKUDA Hidenobu and MIENO Fumiharu (Hitotsubashi University) The Impact of Financial Liberalization Policy on ASEAN Commercial Banks: A Case Study of Thai Commercial Banks
2. Abdul Ghafar ISMAIL and Peter SMITH (University Kebangsaan Malaysia) Financial Deregulation and the Transmission of Monetary Policy: an Empirical Analysis of ASEAN Data
3. Richard WERNER (University of Oxford) Has There Be a 'Credit Crunch' in Japan?
4. Chawin LEENABANCHONG (Thammasat University)

Mutual Funds Performance in Thailand

5. Paitoon WIBOONCHUTIKULA, Bangorn TABTIMTHONG and Lakshmi RAUT (Chulalongkorn University)

Capital Flows in Thailand : Analysis of Nature and Impact

Discussants:

- 1,2 Nimit NONTAPUNTHAWAT (Bangkok Bank Public Company Limited)
- 3,4 KOHSAKA Akira (Osaka University)
- 5 FUKASAKU Kiichiro (OECD)

## **D-2. Regional Development**

Chairman: Hendra ESMARA (Andalas University)

1. XIN Meng (Australian National University) Structural Difference Between Shandong and Guangdong Migrant Labour Markets in China
2. Naziruddin ABDULLAH (University of Tsukuba) Measurement of Biases Technological Change and Factor Substitutions for Malaysian Rice Farming, 1980-90
3. Denise HARE (The Australian National University) Efficiency Considerations of Outmigration From Rural China
4. Chayun TANTIVASADAKARN (Thammasat University) Minimum Export Requirements : Pareto Improving Measures
5. Somchai RATTANAKOMUT (Chulalongkorn University) International Migration from Rural Thailand

Discussants:

- 1,3 Mathana PHANANIRAMAI (Thammasat University)
- 2,4 MIN Hua (Fudan University)
- 5 MATSUI Noriatsu (Kyoto Sangyo University)

## **D-3. Structural Adjustment**

Chairman: Manuel MONTES (WIDER/UNU)

1. RHEE Sungsup (Soongsil University) Structural Adjustment of Korean Economy: Industrialization Stages and Market Deepening Processes
2. Eric C. WANG (National Chung Cheng University) Structural Change and Industrial Policy in Taiwan, 1966-91: an Extended Input-Output Analysis
3. HASEGAWA Toshiaki (Chuo University) International Price Differences and Industrial Hollowing-Out Problem: The Experience of Japan
4. LEE Keun (Seoul National University) The Mechanism of the Growth and Structural Adjustment in the Korean Economy
5. Mahani Zainal ABIDIN (University of Malaysia) The Malaysian New Industrial Policy: Building Blocks to Achieving Vision 2020

Discussants:

- 1,4 Suphat SUPHACHALASAI (Thammasat University)
- 2 Thanet MAKJAMROEN (Thammasat University)
- 3,5 Chi SHIVE (Executive Yuan)

## **Luncheon Session (12:15-13:30)**

Chairman : YASUBA Yasukichi (Osaka Gakuin University)

Key Note Speaker : Staporn KAVITANON (Secretary-General, Office of the Board of Investment, Thailand)

## **Parallel Sessions E (13:30-15:30)**

### **E-1. Technology and Development**

Chairman: YOSHIDA Kazuo (Kyoto University)

1. Frank S. T. HSIAO (University of Colorado at Boulder) and HSIAO Mei-Chu (University of Colorado at Denver) Diminishing Returns and Asian NICs-How They overcome the Iron Law
2. ZHENG Jinghai (G • eborg University), LIU Xiaoxuan (Chinese Academy of Social Sciences), and Arne BIGSTEN (G • eborg University) Ownership Structure and Determinants of Technical Efficiency: An Application of Data Envelopment Analysis to Chinese Enterprises
3. KUBO Yuji and KIM Hong-Dall Human Capital, Imported Technology and Economic Growth: A Comparative Study of Korea and Japan
4. TSUJI Masatsugu (Osaka University) Technology Transfer and Technology Management in Asian Machine Tool Industries: Lesson Learned From the Japanese Machine Tool Industry

Discussants:

- 1,4 Nipon POAPONGSAKORN (Thailand Development Research Institute Foundation)
- 2 ABE Shigeyuki (Kobe University)
- 3 Yongyuth CHALAMWONG (Thailand Development Research Institute Foundation)

### **E-2. Social Development and Income Distribution**

Chairman: IKEMOTO Yukio (Kyoto University)

1. Nanak KAKWANI (University of New South Wales) and Medhi KRONGKAEW (Thammasat University) Defining and Measuring Poverty in Thailand
2. Arsenio M. BALISACAN (University of the Philippines) Aspects of Employment Location, Regional Redistribution, and Poverty and Inequality in the Philippines
3. Ishak SHARI (University Kebangsaan Malaysia) Globalization and Liberalization: Implications For Income Inequalities in Malaysia
4. CHU Yun-Peng (Academia Sinica) The Nature of Taiwan's Low-Inequality Growth and Its Possible Implications For the Other Economies
5. YOON Suk Bum (Yonsei University) Perception of Poverty and Income Distribution in Korea

Discussants:

- 1,3 Manuel MONTES (WIDER/UNU)
- 2,5 Apichai PUNTASEN (Thammasat University)
- 4 Pranee TINAKORN (Thammasat University)

### **E-3. Model Applications**

Chairman: EZAKI Mitsuo (Nagoya University)

1. OTSUBO Shigeru (The World Bank) and TSUTSUMI Masahiko (Economic Planning Agency) Is 'Japan Problem' Real? -- Sources and Their Implications on Developing Asia
2. CHOU Ji and PENG Shu-Ling (Chung-Hua Institute for Economic Research) A Mid-Term Macroeconometric Growth Model for Taiwan
3. OHNISHI Hiroshi (Kyoto University) A Long-Term Projection For the Chinese Long-Term Plan For 2010: A Research Based on the Kyoto University Pacific Rim Model
4. Saipin CINTAKULCHAI (Thammasat University) Trade Policy in Thailand: A CGE Approach
5. Euston QUAH and K. C. TAN (National University of Singapore) The Price of A View: Some Findings From A Contingent Valuation Study

Discussants:

- 1 TRAN Van Hoa (University of Wollongong)
- 2 Kitti LIMSKUL (Chulalongkorn University)
- 3 Pibul JIEAMANUGULGIT (Ministry of Agriculture and Cooperatives)
- 4,5 F. Gerard ADAMS (University of Pennsylvania)

## **Parallel Sessions F (15:45-17:45)**

### **F-1. Portfolio Investment and Stock Market**

Chairman: Mohamed ARIFF (University of Malaya)

1. Sukanda LUANGON (Thammasat University) Market Innovations and Volatility: Evidence From the Tokyo Stock Market
2. Fauzias MAT NOR, Ros Zam Zam SAPIAN, Wan Madznah Wan IBRAHIM (University Kebangsaan Malaysia) The Share Price performance of IPOS Companies Listed on the Second and Main Board of the Kuala Lumpur Stock Exchange
3. KONG Myungjai (Keimyung University) Stock Market Development, Liquidity Constraint and Investment: A Case of Korean Jaebol and Non-Jaebol Manufacturing Firms in 1980s
4. CHEN Shu-Heng and TAN Ching-Wei (National Chengchi University) Measuring Randomness By Rissanen's Stochastic Complexity: Applications to the Asia-Pacific Stock Markets
5. Sothitorn MALLIKAMAS, Titanun MALLIKAMAS and Pornchanok WATUNYUTA (Phatra Thanakit Public Co.,Ltd) Impact of Foreign equity investment on Thailand's Financial Market

Discussants:

- 1,5 LIU Pak-wai (Chinese University of Hong Kong)
- 2,3 Pichit AKRATHIT (Capital Market Research & Development of Thailand)
- 4 Chipat SAHASAKUL (The Stock Exchange of Thailand)

### **F-2. International Trade and Investment**

Chairman: Anwar NASUTION (UNU/WIDER)

1. F.Gerard ADAMS and Yochanan SHACHMUROVE (University of Pennsylvania) Patterns of Export Growth, Financial Flows, and Equity Markets in the Emerging Economies of East and South East Asia
2. Hidde P. SMIT (Free University of Amsterdam) The Changing International Distribution of Vehicle Production in Asia
3. Abdur R.CHOWDHURY (Marquette University) The Economic Impact of U.S. Foreign Direct Investment on the East Asian Region.
4. Marcus NOLAND (Institute for International Economics) Trade, Investment and Conflict Between the U.S. and Asia
5. LOKE Wai Heng and Evelyn DEVADASON (University of Malaya) FDI, Exports and Economic Growth in Malaysia: Cointegration and Causality Analyses

Discussants:

- 1,3 Somsak TAMBUNLERTCHAI (Thammasat University)
- 2,4 ODANO Sumimaru (Osaka International University)
- 5 Bandid NIJATHAWORN (Bank of Thailand)



### **F-3. Macro Management**

Chairman: Felipe M. MEDALLA (University of the Philippines)

1. YASUBA Yasukichi (Osaka Gakuin University) Toward A Neoclassical Radical Economics of Development: Based on the Examination of Japanese Pronouncements on Southeast Asia

2. WANG Yen Kyun (Chung Ang University) Capital Liberalization, the Real Exchange Rate and Domestic Policies in Developing Economies

3. Hal HILL (Australian National University) Towards an Explanation of High Growth in ASEAN: A Survey and Analysis

4. YU Yongding (Chinese Academy of Social Sciences) China's Macroeconomics Stability

5. Pichit PATRAWIMOLPON, Chiraphan OLARNTHANASETH and Chatwaruth MUSIGCHAI (Bank of Thailand) Flow of Funds Analysis : Thailand's Case Study

Discussants:

1,4 IMAOKA Hideki (Tsukuba University)

2,3 TRAN Van Hoa (University of Wollongong)

5 Pan A. YOTOPOULOS (Stanford University)

Program Committee:

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