Regional Cooperation and China’s Strategy Towards East Asia

Qianqian Liu
Contents

List of Abbreviations ........................................................................................................ vi
List of Figures .................................................................................................................. viii
List of Tables .................................................................................................................. ix

Chapter One  Introduction ................................................................................................. 1
  1.1 Existing Literature ..................................................................................................... 2
    1.1.1 The Realist Approach ..................................................................................... 2
    1.1.2 The Liberal Approach .................................................................................... 12
    1.1.3 The Constructivist Approach ......................................................................... 19
    1.1.4 Summary of Literature Review ...................................................................... 23
  1.2 Research Questions .................................................................................................. 24
  1.3 Methodology .......................................................................................................... 27
  1.4 Framework of the Book ......................................................................................... 29

Chapter Two  The Historical Development of East Asia and the Rise of China
  before 1997 .................................................................................................................... 33
  2.1 Introduction ............................................................................................................. 33
  2.2 East Asia and Regionalism before the Asian Financial Crisis ............................... 33
    2.2.1 The Region of East Asia and the Historical Context of Economic Development
        in East Asia before 1997 ................................................................................... 33
    2.2.2 Regionalism: Key Concepts and Definitions ................................................. 40
    2.2.3 An Emerging East Asian Regionalism before 1997—EAEC ......................... 42
    2.2.4 Why was the Historical Evolution of Regionalism in East Asia slow prior
        to the Asian Financial Crisis? ......................................................................... 45
  2.3 China’s Rise ............................................................................................................ 49
    2.3.1 China’s Economic Rise ................................................................................... 49
    2.3.2 China’s Passive Involvement in Regional Cooperation in Asia in the early
        and mid-1990s ................................................................................................. 56
  2.4 Conclusion .............................................................................................................. 60

Chapter Three  The Asian Financial Crisis, China’s Accession to the WTO and China’s
  Participation in Regional Cooperation from 1997 to 1999 ......................................... 63
  3.1 Introduction ............................................................................................................. 63
3.2 China’s Accession to the WTO from 1986 until the Asian Financial Crisis

3.2.1 China’s Negotiations for GATT Accession 1986–1989

3.2.2 China’s Negotiations for GATT Accession 1989–1994

3.2.3 The Exacerbation of Sino-US Relations 1995–1996

3.3 China and the Asian Financial Crisis

3.3.1 The Asian Financial Crisis

3.3.2 The Role of the IMF

3.3.3 China’s Role in the Asian Financial Crisis and the Regional Response

3.3.4 Explaining China’s Role in the Crisis: the Implications for China’s WTO Application

3.4 The Creation of ASEAN Plus Three and China’s Participation

3.4.1 The Emergence of East Asian Cooperation within the APT Framework

3.4.2 The Final Stage of China’s WTO Negotiations and China’s Participation in APT

3.5 Conclusion

Chapter Four China’s Regional Strategy from the end of 1999 to the end of 2005

4.1 Introduction

4.2 China’s Participation in Regional Trade Cooperation

4.2.1 China Proposed CAFTA to ASEAN

4.2.2 Beyond Economic Considerations: China’s Foreign Policy Motivations for CAFTA

4.2.3 Why did China Choose ASEAN rather than Japan?

4.2.4 The FTA Rivalry between China and Japan

4.2.5 The Northeast Asian FTA

4.2.6 Summary of China’s Participation in Regional Trade Cooperation 1999–2005

4.3 China’s Involvement in Regional Financial Cooperation

4.3.1 The Development of Regional Financial Cooperation under the Framework of APT

4.3.2 China’s Support for Regional Financial Cooperation in the Framework of APT

4.3.3 Summary of China’s Participation in Regional Financial Cooperation

4.4 China’s Participation in Political-Security Cooperation in the Framework of APT

4.5 Conclusion
Chapter Five  China’s Participation in Regional Cooperation in East Asia from the end of 2005 to mid-2009.................................................................125
5.1 Introduction............................................................................................................. 125
5.2 From APT to the EAS: the Creation and Development of the EAS............. 125
  5.2.1 The Creation of the EAS................................................................................ 125
  5.2.2 The Issue of Membership............................................................................... 128
  5.2.3 The Development of China’s Strategy towards the EAS.......................... 129
  5.2.4 The US Non-Involvement in the EAS between 2005 and 2009............. 135
  5.2.5 Summary of the Issue of the EAS................................................................. 137
5.3 The Multilateralization of the CMI.................................................................... 138
  5.3.1 The Development of the CMI: from Bilateral to Multilateral................... 138
  5.3.2 The Limitation of the Multilateralized CMI............................................... 140
  5.3.3 The CMI and the Issue of the Internationalization of the Renminbi............. 142
5.4 Conclusion............................................................................................................ 152

Chapter Six  Conclusions...................................................................................155
6.1 Key Findings of the Book..................................................................................... 155
6.2 Policy Implications of China’s Regional Activism........................................... 162
  6.2.1 Impacts and Implications for the East Asian States................................. 162
  6.2.2 Implications for the US’s Presence in the Region...................................... 164
6.3 The Future of China’s Policy in East Asian Regionalism................................... 165

Bibliography ............................................................................................................. 169