

Who wants trade agreements?

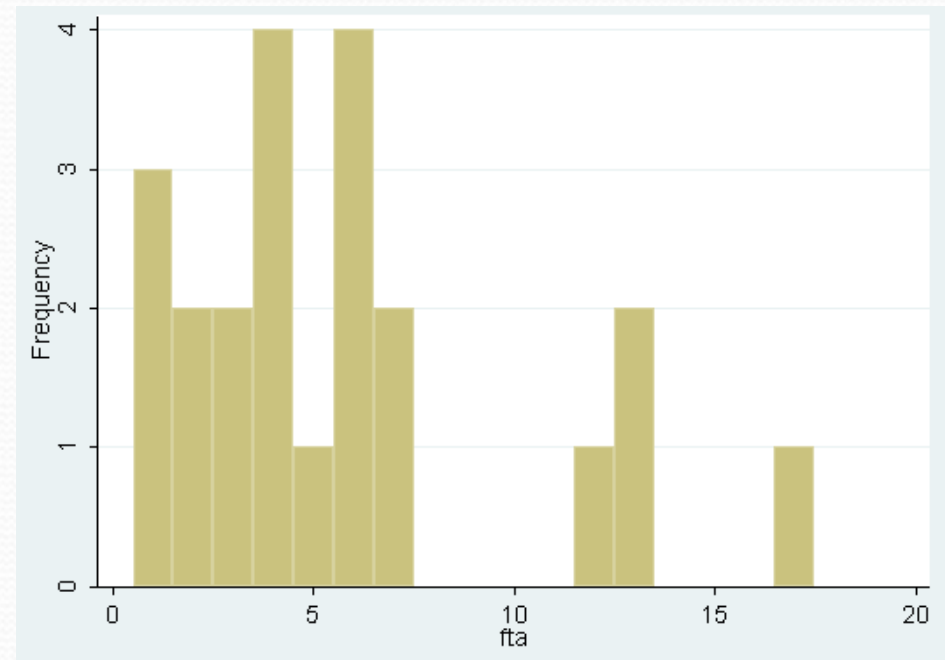
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How will key policies of the Hatoyama Administration impact U.S.-Japan relations?

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Who signs trade agreements?...

	# of FTAs (1960-2008)
Chile	17
United States	13
Mexico	13
Singapore	12
Australia	7
Japan	7
China	6
Korea	6
Russian Federation	6
Canada	6
Thailand	5
Laos	4
New Zealand	4
Papua New Guinea	4
Peru	4
Brunei	3
Malaysia	3
Indonesia	2
Philippines, The	2
Cambodia	1
Myanmar	1
Vietnam	1



When do they sign?...

	# of FTAs (1998-2008)
Chile	13
Singapore	12
United States	10
Mexico	7
Japan	7
China	6
Korea	5
Australia	4
Thailand	4
New Zealand	3
Brunei	3
Malaysia	3
Canada	2
Laos	2
Papua New Guinea	2
Peru	2
Indonesia	2
Philippines, The	2
Russian Federation	1
Cambodia	1
Myanmar	1
Vietnam	1

With whom do they trade?...

Trade (2000-2006)	APEC	ASEAN+3	U.S.
Chile	0.52	0.23	0.18
Singapore	0.64	0.47	0.11
United States	0.65	0.30	
Mexico	0.86	0.11	0.69
Japan	0.76	0.41	0.21
China	0.82	0.42	0.26
Korea	0.73	0.46	0.16
Australia	0.75	0.52	0.12
Thailand	0.76	0.53	0.14
New Zealand	0.75	0.34	0.14
Brunei	1.00	0.81	0.09
Malaysia	0.90	0.60	0.20
Canada	0.85	0.10	0.70
Laos	0.82	0.79	0.01
Papua New Guinea	0.68	0.27	0.02
Peru	0.58	0.17	0.26
Indonesia	0.82	0.60	0.11
Philippines, The	0.98	0.63	0.22
Russian Federation	0.22	0.14	0.07
Cambodia	0.94	0.51	0.36
Myanmar	0.83	0.76	0.04
Vietnam	0.78	0.54	0.10



What are they like?...
Institutionally



What are they like?...

Policy wise

Why do they sign?..

Recapitulation

- *Who drives/leads trade agreements?*
 - Global traders (<->regional traders)
 - Not economies dependent on trade with APEC, ASEAN+3, ASEAN, or Japan
 - Financial crises “victims” (esp., “early recidivists”)
 - Liberal market-oriented economies
 - Economic freedom, Robust market institutionalization, Autonomous monetary policymaking, Representative government
- *When trade agreements?*
 - During post-financial crisis structural reforms
 - Strong currency, low inflation, regulatory reforms, [fiscal reforms]

the implications being...

...for Japan and the United States

- *How relevant is EAC for Japan and APEC?*

- Is it a strategy to revive the Japanese trade and APEC?
- Is it an integrated part of post-crisis structural reforms for growth?
- Does it represent the DPJ constituents?
- Does it complement the United States' TPP negotiations?

- *How relevant is TPP for Japan and APEC?*

- Is it a strategy of revive the U.S. economy and APEC?
- Is it an integrated part of post-crisis structural reforms for growth?
- Does it represent the constituents of the Congressional majority?
- Can it include Japan or ASEAN-Plus-Three?