

preparation and execution of development projects and programmes; promotes investment of public and private capital for development purposes; and assists in co-ordinating development policies and plans in its developing member countries (DMCs).

The bank gives special attention to the needs of smaller or less developed countries, giving priority to projects that contribute to the economic growth of the region and promote regional co-operation. Loans from ordinary capital resources on non-concessional terms account for about 80% of cumulative lending. Loans from the bank's principal special fund, the Asian Development Fund, are made on highly concessional terms almost exclusively to the poorest borrowing countries.

Regional members. Afghanistan, Armenia, Australia, Azerbaijan, Bangladesh, Bhutan, Brunei, Cambodia, China, Cook Islands, Fiji Islands, Georgia, Hong Kong, India, Indonesia, Japan, Kazakhstan, Kiribati, South Korea, Kyrgyzstan, Laos, Malaysia, Maldives, Marshall Islands, Micronesia, Mongolia, Myanmar, Nauru, Nepal, New Zealand, Pakistan, Palau, Papua New Guinea, Philippines, Samoa, Singapore, Solomon Islands, Sri Lanka, Taiwan, Tajikistan, Thailand, Timor-Leste, Tonga, Turkmenistan, Tuvalu, Uzbekistan, Vanuatu and Vietnam.

Non-regional members. Austria, Belgium, Canada, Denmark, Finland, France, Germany, Ireland, Italy, Luxembourg, Netherlands, Norway, Portugal, Spain, Sweden, Switzerland, Turkey, UK, USA.

Organization. The bank's highest policy-making body is its Board of Governors, which meets annually. Its executive body is the 12-member Board of Directors (each with an alternate), eight from the regional members and four non-regional.

The ADB also has resident missions: in Afghanistan, Armenia, Azerbaijan, Bangladesh, Cambodia, China, Georgia, India, Indonesia, Kazakhstan, Kyrgyzstan, Laos, Mongolia, Nepal, Pakistan, Papua New Guinea, Philippines, Sri Lanka, Tajikistan, Thailand, Timor-Leste, Turkmenistan, Uzbekistan, Vietnam; a Pacific Liaison and Co-ordination Office in Sydney; and a South Pacific Subregional Office in Suva, Fiji Islands. There are also three representative offices: in Tokyo, Frankfurt and Washington, D.C.

Official language: English.

Headquarters: 6 ADB Avenue, Mandaluyong, Metro Manila, Philippines.

Website: <http://www.adb.org>

President: Haruhiko Kuroda (Japan).

Asia-Pacific Economic Co-operation (APEC)

Origin and Aims. APEC was originally established in 1989 to take advantage of the interdependence among Asia-Pacific economies, by facilitating economic growth for all participants and enhancing a sense of community in the region. Begun as an informal dialogue group, APEC is the premier forum for facilitating economic growth, co-operation, trade and investment in the Asia-Pacific region. APEC has a membership of 21 economic jurisdictions that together account for 40% of the world population, 43% of world trade and 55% of world GDP. APEC is working to achieve what are referred to as the 'Bogor Goals' of free and open trade and investment in the Asia-Pacific area.

Members. Australia, Brunei, Canada, Chile, China, Hong Kong, Indonesia, Japan, South Korea, Malaysia, Mexico, New Zealand, Papua New Guinea, Peru, Philippines, Russia, Singapore, Taiwan, Thailand, USA and Vietnam.

Activities. APEC works in three broad areas to meet the Bogor Goals. These three broad work areas, known as APEC's 'Three Pillars', are: Trade and Investment Liberalisation—reducing and eliminating tariff and non-tariff barriers to trade and investment, and opening markets; Business Facilitation—reducing the costs of business transactions, improving access to trade information and co-ordinating policy and business strategies to facilitate growth, and free and open trade; Economic and Technical Co-operation—assisting member economies build the necessary capacities to take advantage of global trade and the new economy. In 2011 the USA hosted APEC meetings under the theme '21 Economies for the 21st Century'. The host for 2012 is Russia, using the theme 'Integrate to Grow, Integrate to Prosper'.

Official language: English.

Headquarters: 35 Heng Mui Keng Terrace, Singapore 119616.

Website: <http://www.apec.org>

Executive Director: Muhamad Noor Yacob (Malaysia).

Association of South East Asian Nations (ASEAN)

History and Membership. ASEAN is a regional intergovernmental organization formed by the governments of Indonesia, Malaysia, the Philippines, Singapore and Thailand through the Bangkok Declaration which was signed by their foreign ministers on 8 Aug. 1967. Brunei joined in 1984, Vietnam in 1995, Laos and Myanmar in 1997 and Cambodia in 1999. Papua New Guinea also has observer status. The ASEAN Charter, signed in Nov. 2007, established the group as a legal entity and created permanent representation for members at its secretariat in Jakarta.

Objectives. The main objectives are to accelerate economic growth, social progress and cultural development, to promote active collaboration and mutual assistance in matters of common interest, to ensure the political and economic stability of the South East Asian region, and to maintain close co-operation with existing international and regional organizations with similar aims.

Activities. Principal projects concern economic co-operation and development, with the intensification of intra-ASEAN and global trade; joint research and technological programmes; co-operation in transportation and communications; promotion of tourism, South East Asian studies, cultural, scientific, educational and administrative exchanges. An ASEAN Free Trade Area (AFTA) agreement was signed in 1992. ASEAN member countries have in the meantime made significant progress in the lowering of intra-regional tariffs through the Common Effective Preferential Tariff (CEPT) Scheme for AFTA. The ASEAN Charter of 2007 established a schedule for the elimination of non-tariff barriers and other restrictions on trade. On 1 Jan. 2010 ASEAN signed a free trade agreement with China, creating the world's largest free trade area by population (encompassing 1.9bn. people) and the third largest by economic value.

Heads of government who met in Bangkok in Dec. 1995 established a South-East Asia Nuclear-Free Zone, which was extended to cover offshore economic exclusion zones. Individual signatories were to decide whether to allow port visits or transportation of nuclear weapons by foreign powers through territorial waters. The first formal meeting of the ASEAN Regional Forum (ARF) to discuss security issues in the region took place in July 1994 and was attended by the then six members (Brunei, Indonesia, Malaysia, Philippines, Singapore and Thailand). Also in attendance were ASEAN's dialogue partners (Australia, Canada, the EU, Japan, South Korea, New Zealand and the USA), consultative partners (China and Russia) and observers (Laos,