

Globalization and the Knowledge Economy: Perspectives for Malaysia

**Edited by
Mohamed Ariff and Frank Flatters**



**Funded by the Canadian International Development Agency
in honour of MIER's 15th Anniversary**

Table of Contents

Preface	i
Fifteenth Anniversary Tributes to MIER	vii
MIER's Legacy	xii
MIER, CIDA and Queen's University	xiv
Special Address by the Canadian High Commissioner to Malaysia	xviii
1. Perspectives on the Knowledge-Economy	
The Knowledge-Based Economy: Facts and Theories Richard G. Harris	1
2. Exchange Rates and Monetary Interdependence	
Options for the Ringgit Mohamed Ariff	53
The International Roles of the US Dollar, the Euro and the Japanese Yen in East Asia's Exchange Rate Arrangements Masahiro Kawai	73
3. Trade Regimes, Taxes and Finance	
Modern Trade Policies for the Global Economy Frank Flatters	161
The New Economy, Globalization and Regional Trade Agreements Richard G. Harris	191
National Tax Policy in an International Economy Robin Boadway	213
Economic Aspects of Foreign Financing Glenn P. Jenkins	237

4. Environment, Culture and Services

Globalization and Environmental Quality Nancy Olewiler	249
Globalization, Culture and the WTO Christopher Maule	279
The Services Sector: Malaysia's Next Engine of Growth? Syarisa Yanti Abubakar	301
Profiles of Contributors	323