CONTENTS

9

THE MIRAGE OF A UNITED KOREA



Samuel S. Kim, adjunct professor and senior researcher at the Weatherhead East Asia Institute, Columbia University, reveals sobering details of what Korean reunification might

mean for the divided peninsula and the world.

15

STOP PYONGYANG'S AUTOGENOCIDE



Jared Genser, a lawyer based in Washington, D.C., puts forward a new plan of attack for delivering human dignity to the millions of starving and persecuted people forced to live un-

der Kim Jong Il's oppressive regime.

19

TESTING JAPAN'S PACIFIST RESOLVE



Colum Murphy, deputy editor of the REVIEW, explains why Kim Jong Il's nuclear test last month provides Japan with a golden opportunity to spur debate on the thorny issue of cre-

ating an empowered Japanese military.

23

CHINA'S LOW-PROFIT GROWTH MODEL



Weijian Shan, a partner of TPG Newbridge, says many Chinese firms are like short women wearing high heels—the result is deceptively attractive. But it is time to face the fact that prof-

its are not as tall as they might seem.

29 Forestalling Strategic Conflict in Asia



Brahma Chellaney, professor of strategic studies at the Center for Policy Research in New Delhi, details why China, India and Japan must learn to get along if they are to prevent Asia

from slipping into disastrous conflict.

34 WHAT'S NEXT FOR ASIA?



The REVIEW editors asked 12 of Asia's thought leaders to offer their best predictions in their fields of expertise about how the region is

likely to change over the next 10 years.

60TH ANNIVERSARY

Jospeh Zen, cardinal of Hong Kong, expresses optimism about the prospects for Catholicism and democracy in Communist China. PAGE 35

Anwar Ibrahim, former deputy prime minister of Malaysia, warns against viewing Islam in Asia through the prism of Sept. 11. PAGE 37

Ma Ying-jeou, mayor of Taipei City and chairman of the Kuomintang, outlines his plan for building closer cross-Strait relations. PAGE 40

Wang Dan, a leader of the Tiananmen protests in 1989, describes the crucial role of civil society in China's democratization. PAGE 42

Anand G. Mahindra, vice chairman of Mahindra & Mahindra Ltd., ponders the paradoxes behind India's heated consumerism. PAGE 44

CONTENTS

60TH ANNIVERSARY

Thierry Porté, CEO of Shinsei Bank, predicts a bright future for Japanese banks, provided they are willing to fully embrace change. PAGE 47

Li Shan, founding partner of San Shan Capital Partners, predicts the end of the state monopoly of China's financial system. PAGE 50

K.V. Kamath, CEO of ICICI Bank, argues that India's impressive corporate-governance track record will spur economic growth. PAGE 53

Jaime Zobel de Ayala, CEO of Ayala Corp., predicts that the Philippines is poised to ride the wave of globalization in services. PAGE 55

Craig Barrett, CEO of Intel Corp., unveils his organization's ambitious plans to tap into Asia's bright, high-tech future. PAGE 58

Stan Shih, founder of Acer Inc., exposes the challenges and opportunities facing technological innovation in Asia. PAGE 60

Zhang Ruimin, CEO of the Haier Group, plots the arduous path ahead for Asian manufacturers who aspire to build global brands. PAGE 61

REVIEWS:

Sadanand Dhume on Musharraf's slanted memoir. PAGE 63 • Rick Carew on an appraisal of Lenovo. PAGE 65 • Ed Lane on an account of modern India. PAGE 67 • Jonathan Fenby on a history of Nanjing. PAGE 69 • Bertil Lintner on an analysis of India-Asean trade. PAGE 71 • Hugo Restall on Hong Kong in '46. PAGE 73

JAUNT THROUGH ASIA:



Jiffer Bourguignon, a Kabulbased writer, explores the varied flavors and the rich history of Afghan cuisine, that has proffered comfort to the country's far-flung diaspora. PAGE 77



FOUNDED 1946 NOVEMBER 2006 VOLUME 169, NUMBER 9

Hugo Restall Editor Colum Murphy Deputy Editor Leslie Hook Editorial Assistant Florence Lau Administrative Assistant

Published ten times a year, on the first Friday of every month except February and August. Subscription rate: US\$100 for one year

© Review Publishing Company Limited, Hong Kong, 2006 A wholly owned subsidiary of Dow Jones

Visit our Web site at www.feer.com

Editorial offices:

25/F Central Plaza, 18 Harbour Road,
Wanchai, Hong Kong
Postal address: GPO Box 160, Hong Kong
Editorial telephones: (852) 2573-7121
Subscription customer service: (852) 2831-6474,
fax: (852) 2503-1549, Email: service@feer.com
Advertising inquiries: adservices@feer.com
Printed in Hong Kong by Paramount Printing Co.
Icon illustrations: Steven Salerno
Cover illustration: Harry Harrison
Layout by Ruth Abella



PUBLISHER: Review Publishing Company Ltd. CURRENCY NOTE: All currency references in the REVIEW are to U.S. dollars unless otherwise indicated. ARTICLE SUBMISSION GUIDELINES:

All articles submitted to the FAR EASTERN ECONOMIC REVIEW must be exclusive to the REVIEW. We prefer that the submission be between 2,000 and 5,000 words, with a cover letter giving a brief summary of your article along with the author's fax number, day and evening phone numbers, mailing address and email addresses. All articles should be sent by email to hugo.restall@feer.com.