

1. Record Nr.	UNINA9910967906403321
Autore	Hutchinson Francis E.
Titolo	Mirror images in different frames? : Johor, the Riau Islands, and competition for investment from Singapore // Francis E. Hutchinson
Pubbl/distr/stampa	Singapore : , : Institute of Southeast Asian Studies, , 2015
ISBN	9789814620468 9814620467
Edizione	[1st ed.]
Descrizione fisica	1 online resource (xiv, 150 pages) : digital, PDF file(s)
Collana	ISEAS monograph series
Disciplina	338.959
Soggetti	Decentralization in government - Indonesia Decentralization in government - Malaysia Industries - Malaysia - Johor Industries - Indonesia - Riau (Province) Investments, Singaporean - Malaysia - Johor Investments, Singaporean - Indonesia - Riau (Province) Johor (Malaysia) Economic policy Riau (Indonesia : Province) Economic policy
Lingua di pubblicazione	Inglese
Formato	Materiale a stampa
Livello bibliografico	Monografia
Note generali	Title from publisher's bibliographic system (viewed on 17 Nov 2017).
Nota di bibliografia	Includes bibliographical references.
Nota di contenuto	Frontmatter -- Contents -- List of Tables -- List of Figures -- Editorial Note -- Acknowledgements -- About the Author -- List of Acronyms -- 1. Introduction -- 2. Theoretical Framework -- 3. "Internal State Architecture" and Incentive Structures for Meso-Level Leaders -- 4. The Cases: Johor and the Riau Islands -- 5. Conclusion -- Endnotes -- References
Sommario/riassunto	In the early 1990s, Singapore, the Malaysian state of Johor, and the Riau Islands in Indonesia sought to leverage their proximity, differing factor endowments, and good logistics connections to market themselves as an integrated unit. Beyond national-level support in all three countries, the initiative had the support of state and provincial leaders in Johor and Riau, respectively. Now, however, the situation is markedly different. The Malaysian government and its Johorean equivalent have invested considerable resources in encouraging closer

integration with Singapore. For its part, the Indonesian central government has been promoting special economic zones and export-oriented activities. However, the provincial government of the Riau Islands has turned away from export-oriented industrialization, preferring instead to promote cultural sub-nationalism and traditional economic activities such as fishing and small-scale farming. This development is counter-intuitive. Traditional fiscal federalism theory argues that decentralization encourages competition between provinces for investment, jobs, and growth. While Indonesia has undergone one of the world's most far-reaching decentralization reforms, Malaysia has pursued a consistent centralization campaign at the expense of state governments. Thus, we would expect the Riau Islands' entrepreneurial drive to be unleashed, and Johor's to be smothered. However, Johor's drive for capital is undiminished, while the Riau Islands' pursuit of investment has dissipated. This monograph will explore the reasons for this paradox.'This book provides a path-breaking analysis of how Johor and the Riau Islands have competed with each other for FDI from Singapore in the electronics sector. It sheds light on how the institutional and incentive structures facing these regions have encouraged or discouraged policy innovation and dynamism. The rigorous analysis of financial and investment data in this book provides a convincing challenge to the conventional wisdom that proximity and cost differentials inevitably lead to closer economic integration.' - Professor Shujiro Urata, Waseda University
