# **Comparative Connections**

A Triannual E-Journal on East Asian Bilateral Relations

## **Regional Overview:**

## A Pivotal Moment for US Foreign Policy?



Ralph A. Cossa, Pacific Forum CSIS Brad Glosserman, Pacific Forum CSIS

It's been an Asia-centric four months. The Obama administration proclaimed America's "pivot" toward Asia, while North Korea faced a pivotal moment following the death of its "Dear Leader" Kim Jong II. President Obama conducted a broad swing through the Asia-Pacific region in November, starting in Honolulu where he hosted the Asia Pacific Economic Cooperation (APEC) Leaders Meeting, before pivoting first to Australia, where he announced a plan to begin rotating US Marines through Darwin, and then on to Indonesia, where he became the first US president to participate in the East Asia Summit. Even more pivotal was Secretary of State Hillary Clinton's visit to Burma/Myanmar where she met with its "elected" leadership and also with democracy icon Aung Sang Suu Kyi.

While geopolitics was at the forefront of US thinking, regional governments were focused on economic developments. A spate of swap agreements underscored the need to inoculate regional governments from global economic woes. The "plus Three" countries – China, Japan, and South Korea – continue their march toward deeper integration, one intriguing counterpoint to the conclusion of the Korea-US Free Trade Agreement. The Asia-Pacific region should set the pace for global growth, but the many transitions of 2012 will introduce considerable uncertainty.

## The Kim is dead, long live the Kim!

The world (apparently including the US and South Korean intelligence services) was shocked and surprised on Dec. 19 when a North Korean female newscaster, clad in a black funeral dress, tearfully announced on state TV the death of the nation's paramount leader Kim Jong II, revealing that Kim had "passed away from a great mental and physical strain" (a.k.a., a massive coronary) two days earlier. While Kim was known to have been in poor health following a stroke in 2008, he had in recent months seemed relatively healthy, making trips this past summer to both Russia and China, at least in part to gain acceptance from his two giant neighbors for his succession plan revolving around third son Kim Jong Un, a largely unknown and untested 28 or 29 year old who had been promoted in 2010 to the rank of a four-star general and named vice chairman of the Central Military Commission of the Korean Workers' Party.

The North Korean elite quickly rallied behind their fallen leader's chosen successor, with ceremonial head of state and President of the DPRK Supreme People's Assembly Presidium Kim Yong Nam declaring that "Respected Comrade Kim Jong Un is now supreme leader of our party, military and people." At the father's memorial service, Kim Yong Nam announced that the son "inherits the ideology, leadership, courage, and audacity of Comrade Kim Jong II," while calling on the North Korean people (who have little choice in the matter) to "solidify the monolithic

leadership" of the "great successor" (a.k.a., "peerless leader," "peerless patriot," "peerlessly brilliant commander," "sun of the 21st century," and "eobeoi," the Korean word for parent, which North Korea had used only for Kim Jong II and his father, Kim II Sung). While no official titles were immediately bestowed upon him – these are sure to come soon – this year's New Year's message called on all North Koreans to "glorify the new century of Kim II Sung's Korea as an era of prosperity and proud victory under the leadership of Kim Jong Un, the supreme leader of our Party, our state, and our army." The army in particular was instructed to "place absolute trust in and follow Kim Jong Un and become human rifles and bombs to defend him unto death, holding high the slogan 'Let us defend with our very lives the Party Central Committee headed by the dear respected Comrade Kim Jong Un." If nothing else, this tells us the Party Central Committee will play a central governing role.

The funeral showcased the seven senior party and military officials who have apparently been chosen to be his mentors: his uncle, Jang Song Taek, a vice chairman of the National Defense Commission; Kim Ki Nam, North Korea's propaganda chief; Choe Tae Bok, the party secretary in charge of external affairs; Vice Marshal Ri Yong Ho, head of the military's general staff; Defense Minister Kim Yong Chun; Gen. Kim Jong Gak, whose job it is to monitor the allegiance of other generals; and U Dong Chuk, head of the North's secret police and spy agency. The seven were identified in the Workers' Party's official newspaper, *Rodong Sinmun*, as "key figures who will lead the party and military during the Kim Jong Un era." Missing from the ceremonies was Jang's wife, Kim Jong Il's sister Kim Kyong Hui, who is a regular Politburo member and a general. She is reportedly in ill health.

While it is unclear just how much power these mentors will have or share with the son, it's a pretty safe bet that Kim Jong Un will remain the official face of the new leadership, just as his father decreed. The others have as much a vested interest in a stable power transition as junior Kim does; their own personal safety and survival are inextricably tied to regime survival and Kim Jong Un is the manifestation of this. It's an even safer bet, however, that the "Young General" will not have the degree of absolute power and influence that his grandfather or father did; no third generation leader ever does.

## Best guesses about the future

The real questions are, what does Kim Jong II's death mean in terms of North-South relations, the Six-Party Talks, eventual denuclearization, and the prospects for reform? Our guess is that Pyongyang had a game plan essentially in place taking them through not only the April 15 centenary of founder Kim II Sung's birth but the US and ROK presidential elections in November and December respectively, and that the new leadership will follow that course. Kim Jong II did not choose his successors because he thought they would change direction but because he expected them to stay the course. It would be extremely bold for any new leader or leadership team to veer too far from the chosen path, at least initially.

What the chosen path is remains anyone's guess. It likely includes another round of US-DPRK talks (which would have taken place the week of Kim Jong II's death) and, presumably, another round of North-South dialogue, followed by the eventual resumption of Six-Party Talks in late spring or early summer. If rumors of a deal involving US food aid for uranium enrichment freeze

are indeed true, then the North will likely go along with this deal at some point, although we should have no illusions that the best we will get is a freeze at the known facility at Yongbyon, and not at the suspected but unacknowledged facilities elsewhere.

While Six-Party Talks are likely to resume at some point, their stated intent – denuclearization of the Korean Peninsula – will remain a pipedream. If the objective is denuclearization and we are all pretty well convinced that the North is not going to give up its nuclear weapons anytime soon, then why go back to the negotiating table? The most direct answer is because no one has come up with a better solution acceptable to all parties.

It's also true that if you "won't buy the same horse twice" – Washington's favorite phrase, even though most North Korean horses have been bought more than once – then you really can't start again from scratch. There is an important framework in place that has been bought and paid for, the September 2005 Joint Statement, and no one wants to recreate (or repurchase) the agreement.

It used to be that the Six-Party Talks were aimed at making things better (i.e., denuclearization); now the objective, should they resume, will likely be confined to keeping things from getting worse. The proper atmosphere – the appearance of progress, even if none is actually achieved – is also becoming more compelling, especially as election year is here for many of the players.

The most likely future path, at least initially, will be more of the same. The North will cautiously continue down the path laid out by Kim Jong II, including a resumption of US-DPRK and North-South dialogue, leading to a resumption of Six-Party Talks, where they will attempt to get Seoul and Washington to buy the same horses for a third or fourth time, while throwing in at least one new horse – the already revealed portion of their uranium enrichment program – for sale.

Over the long term, there appears to be some hope, primarily emanating from Beijing, that Kim Jong Un will, if he listens well to regent Jang Sung Taek, take North Korea down the path of Chinese-style reform. Beijing, as expected, has heaped praise on Kim Jong Il's memory and expressed unqualified support for Kim Jong Un's leadership, in part because of China's central concern over stability on the Peninsula, but apparently also based on the belief that Jang is or will be a "reformer." Who knows, this may even be true. While this could relieve the suffering of the North Korean people over time, it will do little to promote the cause of denuclearization. This will remain a long-term challenge and one that will remain a lower priority for Beijing and Pyongyang, even as it continues to drive US and ROK policy.

## America's pivotal pivot toward Asia

President Obama and Secretary of State Clinton made high-profile visits to Asia to reassure friends and allies that the specter of impending defense cuts would not dampen the growing US commitment to the Asia Pacific region. The most visible manifestation of this so-called "pivot" was the announcement, during President Obama's visit to Australia, of an impending US Marine rotational force presence at Darwin, Australia.

Beginning in 2012, US Marines will begin six-month rotations to Darwin for joint training. Initial deployments will involve 250 Marines with the number eventually growing to 2,500 by

2016. The agreement also calls for more frequent rotations by US military aircraft to Royal Australian Air Force facilities in Northern Australia. In keeping with the US Pacific Command's old "Places, not Bases" dictum, the ground and air rotations will not require construction of new US bases in Australia nor represent a permanent redeployment of the US units. It is not presently clear where the Marines will deploy from. What has been made clear, however, is that these rotations will have little or no impact on the issue of US Marine basing in Okinawa. Regardless of whether the units deploy from Okinawa, Guam, Hawaii, or the continental US, they will still need a home base to return to at the end of the deployment.

Beijing was quick to protest the announcement, calling it "a manifestation of a Cold War mentality," and warning, in a *People's Daily* editorial, "If Australia uses its military bases to help the US harm Chinese interests, then Australia itself will be caught in the crossfire." Someone needs to hand our Chinese colleagues a map. Last we checked, Darwin was some 2,500 miles from the nearest Chinese landmass; that's one heck of a crossfire!

While the planned deployments to Darwin underscored the "pivot," the term was not even mentioned by President Obama during his speech before the Australian Parliament. It actually emerged in a speech a week earlier by Secretary Clinton during her visit to Honolulu for APEC:

It is becoming increasingly clear that in the 21st century, the world's strategic and economic center of gravity will be the Asia Pacific, from the Indian subcontinent to the western shores of the Americas. And one of the most important tasks of American statecraft over the next decades will be to lock in a substantially increased investment – diplomatic, economic, strategic, and otherwise – in this region. . . . After a decade in which we invested immense resources in [Iraq and Afghanistan], we have reached a pivot point. We now can redirect some of those investments to opportunities and obligations elsewhere. And Asia stands out as a region where opportunities abound.

During this speech, Secretary Clinton identified "challenges facing the Asia Pacific right now that demand America's leadership, from ensuring freedom of navigation in the South China Sea to countering North Korea's provocations and proliferation activities to promoting balanced and inclusive economic growth," calling them the "why" behind America's pivot toward the Asia Pacific. The "how" consisted of six "key lines of action" which she (and *Comparative Connections* - see "Clinton's Guiding Principles" in our April 2010 Regional Overview: <a href="http://csis.org/files/publication/1001qoverview.pdf">http://csis.org/files/publication/1001qoverview.pdf</a>) had identified previously: strengthening our bilateral security alliances, deepening our working relationships with emerging powers, engaging with regional multilateral institutions, expanding trade and investment, forging a broad-based military presence, and advancing democracy and human rights.

The pivot concept was further amplified at a Nov 22 press conference by Deputy National Security Advisor Ben Rhodes: "Insofar as we're making a pivot, it's really a pivot from a decade of wars being the focus of American foreign policy, to one in which we can better distribute our posture in the world. And that as we look at where we're going to ramp up, it's the Asia Pacific that we see as a place that can take more attention from the United States, where we can pursue a more aggressive economic engagement, and where we want to be making sure our security presence is sufficient to continue to provide for the stability of the region going forward."

While the term "pivot" may be new, the idea of the 21<sup>st</sup> century being the "Pacific Century" certainly is not. In a series of *East Asia Strategy Initiative* reports prepared by the George H.W. Bush and Clinton administrations between 1990 and 1998, the Pentagon – at a time when China was largely an afterthought – clearly signaled its intention to shift its focus toward Asia. As the April 1990 EASI notes: "it is essential to position ourselves now to meet the challenges of the 21st century. Our goals in the next decade must be to deal with the realities of constrained defense budgets and a changing threat environment while maintaining our resolve to meet American commitments. In this context, we believe that our forward presence in the Asia-Pacific region will remain critical to deterring war, supporting our regional and bilateral objectives, and performing our military missions." Sound familiar?

## A pivotal moment for the EAS

With this year's addition of the US and Russia, the East Asia Summit (EAS) now comprises all the key players in the Asia Pacific region: the 10 ASEAN states which remain at its core; their Plus Three partners (China, Japan, and South Korea); and the other three charter members, Australia, India, and New Zealand. As such, it now duplicates the membership of the ASEAN Defense Ministers Meeting Plus, although a clear link between the two (or between the EAS and the ASEAN Regional Forum or APEC) has not yet been established.

According to a White House Fact Sheet, President Obama's participation in the Sixth EAS, "underscored the Administration's commitment to deepening engagement in the Asia-Pacific region and playing a leadership role in its emerging institutions. The President has made clear that full and active U.S. engagement in the region's multilateral architecture helps to reinforce the system of rules, responsibilities, and norms that underlies regional peace, stability, and prosperity." The EAS agenda covered a wide range of regional concerns, including education, energy and the environment, finance, avian influenza, and disaster response. President Obama reportedly called for a broadening of the dialogue to include strategic and security challenges as well, especially in the areas of maritime security (encouraging all parties to accelerate efforts to reach a full Code of Conduct for the South China Sea), nonproliferation (where he agreed to take the necessary steps to enable US accession to the Southeast Asia Nuclear Weapons Free Zone Treaty protocol and its entry into force at the earliest opportunity), and disaster response and humanitarian assistance (through a proposal to further develop a Rapid Disaster Response Agreement to create a legal and procedural framework for accelerating deployment of personnel, supplies, and services in the event of future disasters).

Meanwhile, the EAS Chairman's Statement issued by Indonesian President Susilo Bambang Yudhoyono noted positively the "dynamic development of the EAS process" and the ongoing progress of cooperation in the five priority areas: energy and environment, finance, disaster management, education, and global health issues and pandemic diseases.

With the new year comes a new ASEAN chair, Cambodia, to be followed by Brunei in 2013. ASEAN leaders also unanimously agreed that Burma can chair the regional bloc in 2014, amid some signs of reform in the country. Burma had been pressured to pass when its turn to chair originally came around in 2006 but its recent reforms and positive gestures, including the release of Aung Sang Suu Kyi from house arrest in November 2010, have changed the political dynamic, not only for ASEAN but for Washington as well.

## Clinton visits Burma: a pivot in the making?

While in Indonesia, President Obama announced that, for the first time in a half century, a US secretary of state was going to visit Burma. He also revealed that he had discussed the visit with Nobel Laureate Aung San Suu Kyi by phone (calling her from Air Force One while flying to Bali) and that she encouraged the initiative, thus providing him with important political cover for such a sensitive breakthrough gesture. Details of Secretary Clinton's meetings with the Burmese leadership and Aung San Suu Kyi are discussed in detail in Sheldon Simon's review of US-ASEAN relations. Suffice it to say that Burma appears to be reciprocating to the administration's outstretched hand, even if, as Clinton warned repeatedly on the trip, that "there's still so much to be done, starting with the unconditional complete release of all the political prisoners." The US will be watching closely to see what the political leadership actually does: "when they start to take actions that further the momentum for reform and democratization, we will, too."

#### The economic frame

From our vantage point, three pivotal events framed economic thinking in the last half of 2011. The first was ratification of the Korea-US Free Trade Agreement (KORUS). After being held up in both the US Congress and the ROK National Assembly, the visit of ROK President Lee Myung-bak to the US in October provided the needed push for congressional action. KORUS, along with long-stalled agreements with Panama and Colombia, passed the Senate by large margins. This was a real signal of US commitment to the US-ROK relationship, putting some meat on the bones of US rhetoric about its new commitment to Asia. The deal signaled to other US trade partners of its readiness to engage and encouraged them to join in – or be left behind. The head of Keidanren, the Japan Federation of Business Organizations, captured sentiment in his country when he noted that "Japan will inevitably face a disadvantage" after Seoul has concluded deals with the US and the European Union. (More analysis of the KORUS trade deal is in the chapter on US-Korea relations by Victor Cha and Ellen Kim)

A second defining element of the economic mindset was the failure of the Congressional supercommittee to reach agreement on a US budget deal. Following the near default on US debt in the summer, the inability of negotiators to find common ground on an acceptable budget package was one more nail in the coffin of US economic leadership. The collapse of the talks meant that automatic spending cuts would come into effect – the prospect of across-the-board reductions alarmed many conservatives who worry about the evisceration of US defense capabilities. The cry to undo the automatic sequestration is understandable, but it also makes plain the deep divide in Washington and the inability to get real work done. It was the prospect of deep defense cuts that was supposed to spur negotiators to reach agreement; instead, they have called for a change in the rules. That is not the stuff of real leadership.

The final element was the ongoing crisis in Europe. As will become clear as readers get further into this discussion, uncertainty and the prospect of a double-dip in Europe have thrown a long shadow over economic policy in Asia. Governments are doing their best to limit the damage another downturn could create. These efforts once again underscore the interdependence that characterizes the global economy and should quiet any further speculation on the "decoupling" of Asia from other regions.

#### APEC

The US hosted the annual APEC Leaders Meeting this year, inviting the two dozen or so grandees to personally experience Hawaiian hospitality in November. In fact, APEC is a process as much as a showcase event, and during the run-up to the meeting, there were events throughout the US that highlighted priorities and concerns of the Obama administration. So while the usual "big" themes were on the agenda – increasing trade and investment, building capacity – the US also stressed "green growth," the role of women, and entrepreneurship.

Ultimately, however, APEC was overshadowed by the Trans-Pacific Partnership (TPP). The US has adopted the TPP as its own (even though it was launched in 2006 by Brunei, Chile, New Zealand, and Singapore). Five other countries are now negotiating to join – Australia, Malaysia, Peru, the US, and Vietnam. Those countries agreed on the last day of the APEC meeting to try to conclude negotiations by the next APEC meeting in 2012. Canada, Japan, the Philippines, South Korea, and Taiwan have expressed interest in joining the negotiations as well, although it isn't clear how serious they actually are.

The TPP has two goals. First it is intended to set a "gold standard" for trade deals. Economists worry that the absence of a global trade agreement will push governments to suboptimal bilateral and regional deals. The TPP is designed to check that impulse. Second, the TPP is a precursor to a Free Trade Area of the Asia Pacific, a huge FTA that would tie the entire Pacific economic community together. As such, the deal is implicit acknowledgement that both APEC and the Doha round of global trade negotiations have lost steam. Some see it as a more nefarious design, arguing that TPP is a strategic counter to Chinese economic dominance of Asia; those analysts charge that China has not been invited to join and will not be asked in. The door is open, however; Beijing only needs to ask and be prepared to negotiate seriously.

## A yen for currencies

## Japan-South Korea

In October, the governments in Tokyo and Seoul agreed to increase their bilateral currency swap agreement from \$13 billion to \$70 billion. (The David Kang- Jiun Bang chapter on Japan-Korea relations provides more details.) That deal was followed by a three-year agreement between South Korea and China to expand their *won-yuan* swap line to \$56 billion, another attempt to head off currency volatility.

## Japan-China

During Japanese Prime Minister Noda Yoshihiko's December trip to China, the two countries agreed to promote the use of their own currencies for trade and investment. Amounts and details were not available, but the two governments agreed the funds will be used for cross-border trade, supporting and developing the RMB-yen direct trading markets as well as supporting the healthy development of the RMB-yen bond markets. A working group of officials from key organizations – such as the Finance Ministry, Financial Services Agency, the Bank of Japan and the People's Bank of China – will be set up to work out the details. This deal follows by days an agreement on a 70 billion RMB swap arrangement by China and Thailand.

During his trip, Noda also confirmed Japanese plans to buy \$10 billion of Chinese government debt. It is the first time that a developed country will purchase Chinese bonds with its foreign exchange reserves. Japanese officials insisted that the deal is another form of economic cooperation and isn't intended to signal any broader strategic objective, such as diversifying Japan's forex holdings. And in fact, the amount is a mere drop in the bucket (0.77 percent) of Japan's estimated \$1.3 trillion in foreign reserves, some 70 percent of which are thought to be in US dollars.

## Japan-India

After Beijing, Noda went to Delhi for more high diplomacy. There, the two governments agreed to set up a three-year, \$15 billion bilateral-currency swap, an agreement five times the previous swap arrangement signed in June 2008 and that expired earlier this year. The statement accompanying the deal said it would help buffer the two economies against uncertainties created by the European debt crisis. The swap agreement was part of a larger package of economic development projects, many of which are detailed in Satu Limaye's chapter on India-US and India-East Asia relations.

In truth, these moves are long on symbolism and short on substance. While the amounts involved are small relative to their international trade (and the enormous amounts of foreign currency available), the agreements are votes of confidence and commitment, and may encourage other countries to do the same. Ultimately, however, the use of Asian currencies – the RMB in particular – will require a lighter grip. It has been possible to settle Chinese trade in RMB since mid-2010, but Beijing hasn't relaxed currency controls enough to facilitate such deals.

#### And now to free trade

Also during their Beijing summit, Noda and Wen confirmed that they, along with South Korea, would conclude negotiations next year on a trilateral investment treaty. That treaty has been under discussion for four years, and there were hopes that a deal might be reached by year's end. At a trilateral summit among Noda, Wen, and ROK President Lee Myung-bak that was held on the sidelines of the EAS in Bali in November, the three agreed to wrap up talks by the end of the year. That proved too ambitious, but Noda told reporters that the parties are "only one step away" from an agreement.

The investment treaty is considered a crucial step forward for a "plus Three" (China, Japan, South Korea) free trade agreement. Some 100 representatives from the three countries – industry, government, and academics – convened in Pyeongchang in South Korea at year's end to discuss and adopt a research paper that calls for an FTA; the paper will be formally presented to the leaders of the three countries at their next trilateral summit, scheduled to be held next May in Beijing. (In the interim the paper will be reviewed by higher ranking government officials.) If concluded, the FTA will create the third largest economic community (behind the EU and NAFTA), with a population of 1.52 billion people and a combined GDP of \$12.34 trillion, and accounting for one-fifth of global output and one-sixth of global trade volume. Korean experts estimate that deal would increase ROK economic growth by 5.14 percent, China's by 1.54 percent, and Japan by 1.21 percent.

The prospect of a trilateral FTA has prodded the governments in Tokyo and Seoul to resume their own stalled negotiations toward a bilateral agreement. Discussions began in December 2003, but they reached deadlock a year later over the usual holdup, agricultural and fisheries trade. When Noda and Lee met in Seoul in October, they agreed to speed up working-level talks. *Kyodo* news reported that talks might start again in the first half of 2012.

## **Economic outlook**

The Asia-Pacific region continues to drive global growth. The IMF forecast 7.9 percent growth for emerging Asia in 2011 and 7.1 percent growth in 2012; these are downward revisions of 0.2 percent and 0.3 percent, respectively over April estimates. (This contrasts with "Industrial Asia's" – Australia, Japan, and New Zealand – flat line in 2011 and 2.5 percent expansion in 2012). The IMF anticipates China will grow 9.5 percent for 2011 and 9 percent in 2012. India will lag a little behind, registering 7.8 growth in 2011 and 7.5 percent in 2012. Other high performers in the region include Indonesia and Vietnam, growing 6.4 and 5.8 percent respectively in 2011 and both will expand 6.3 percent in 2012. Korea will register 4 percent growth in 2011 and 4.4 percent in 2012.

One of the darker spots on the economic picture was flooding in Thailand, which has been devastated by floods that began in July. The human toll exceeds 800 lives and economic losses have been put at \$45 billion. The impact has been felt far beyond its borders as the inundation has disrupted the regional and global supply chains of which Thailand is a critical link. The IMF estimates that the Thai economy will 3.5 percent in 2011, a drop of 0.4 percent from its April forecast. Growth will pick up to reach 4.8 percent in 2012, a 0.3 percent increase over the earlier forecast. The Thai government is anticipating 5.0 percent growth in 2012; the Bank of Thailand figure is 4.1 percent.

For comparison, Moody's is a little more pessimistic, forecasting 8.7 percent growth for China in 2012 and 6.6 percent growth in India; the 6.3 percent estimate for Indonesia matches that of the IMF. The outlook for South Korea is a little darker, with the country set to grow 3.6 percent in 2011 and slow to 3.5 percent in 2012. Thailand is projected to about 2.8 percent in 2011 (down from initial forecasts of 3.7 percent) and pick up a little steam to reach 2.9 percent in 2012, a marked contrast with official predictions.

#### The year to come

We expect 2012 to be a year of transition with elections or leadership changes scheduled for most major counties in the region. That process was jumpstarted with the death of Kim Jong II, and that change will reinforce uncertainties as it plays out. Elections will impact bilateral and multilateral relations, creating new dynamics in the region. Even when economic policies are not at the forefront of campaigns, the knock-on effects of policies changes will add to political uncertainty. In short, there will be a lot to discuss and assess in the year ahead. Add in "unknown unknowns" and we will be quite busy. Happy New Year!

## Regional Chronology September – December 2011

- Sept. 2, 2011: Noda Yoshihiko succeeds Kan Naoto as Japan's prime minister.
- **Sept. 6, 2011:** China issues a white paper entitled *China's Peaceful Development* in which it claims that "China's peaceful development has broken away from the traditional pattern where a rising power was bound to seek hegemony."
- **Sept. 7-9, 2011:** Wi Sung-lac, South Korea's envoy to the Six Party Talks visits the US. He meets Stephen Bosworth, special representative for North Korea policy, and Clifford Hart, who is expected to be named the chief US envoy to the Six-Party Talks.
- **Sept. 9-14, 2011:** Ambassador Derek Mitchell makes his first visit Burma as the US coordinator for policy on Burma.
- **Sept. 16, 2011:** South Korea's ruling Grand National Party (GNP) presents the Korea-US free trade agreement (KORUS FTA) to a parliamentary committee in the first step toward its ratification despite objections from opposition party.
- **Sept. 18-22, 2011:** Philippine President Benigno Aquino visits the US and makes stops in New York and Washington but does not meet President Barack Obama.
- **Sept. 19, 2011:** Vietnam and the US hold their second defense dialogue in Washington and sign an agreement which includes the establishment of a regular defense dialogue mechanism and cooperation in maritime security, search and rescue, studying and exchanging experience in UN peace keeping activities, and humanitarian aid and disaster relief.
- **Sept. 20-23, 2011:** Japanese Prime Minister Noda Yoshihiko visits New York to meet US President Barack Obama and attend a session of the UN General Assembly.
- **Sept. 21, 2011:** The US announces that it will sell Taiwan \$5.85 billion worth of military equipment including an upgrade of its fleet of F-16A/B aircraft.
- **Sept. 21, 2011:** Special Representative for Korean Peninsula Peace and Security Affairs Wi Sung-Lac and DPRK Vice Minister of Foreign Affairs Ri Yong Ho meet for a second round of talks aimed at restarting the Six-Party Talks.
- **Sept. 21-30, 2011:** The 66<sup>th</sup> session of the UN General Assembly is held in New York.
- **Sept. 25-28, 2011:** Philippine President Aquino visits Japan and meets Prime Minister Noda. They say in a joint statement that their countries share the basic values of "freedom, democracy, fundamental human rights and the rule of law" and "common strategic interests" such as "ensuring the safety of sea lines of communication."
- **Sept. 27, 2011:** Korea, Japan, and China open a secretariat for trilateral cooperation in Seoul.

- Oct. 6, 2011: Lim Sung-nam becomes South Korea's special representative for peace and security affairs on the peninsula, which entails serving as ROK envoy to the Six-Party Talks.
- **Oct. 7-9, 2011:** ROK Special Representative Lim Sung-nam visits Washington and meets US officials to brief them on the results of last month's second round of inter-Korean talks held in Beijing and coordinate a joint stance on North Korea's nuclear weapons programs.
- Oct. 11, 2011: The second US-China Asia-Pacific Consultations are held in Beijing.
- Oct. 11-12, 2011: Russian Prime Minister Vladimir Putin visits China and meets counterpart Wen Jiabao and President Hu Jintao.
- Oct. 11-15, 2011: Vietnamese Communist Party chief Nguyen Phu Trong visits China and signs an agreement to seek "basic and long-term solutions for sea-related issues, in the spirit of mutual respect, equal and mutually beneficial treatment."
- Oct. 12, 2011: US Congress ratifies the Korea-US (KORUS) Free Trade Agreement.
- Oct. 12-15, 2011: Myanmar President Thein Sein and 10 Cabinet members visit India and meet Prime Minister Manmohan Singh and other senior officials.
- Oct. 13-14, 2011: President Lee Myung-bak visits the US and meets President Obama.
- Oct. 17-28, 2011: The Philippines and the US armed forces hold a 10-day *Amphibious Landing Exercise (PHIBLEX)*. The training activities take place in different locations and involve the participation of more than 2,000 US forces.
- Oct. 19, 2011: Japanese Prime Minister Noda visits Seoul and meets President Lee.
- Oct. 19, 2011: US appoints Glyn Davies as special representative for North Korea policy.
- Oct. 21-27, 2011: US Defense Secretary Leon Panetta visits Asia with stops in Indonesia, Japan and South Korea.
- Oct. 23-25, 2011: Chinese Vice Premier Li Keqiang visits Pyongyang. While there he states that China intends to "make a positive contribution to promoting the denuclearization of the Korean Peninsula and safeguarding regional peace, stability and development."
- Oct. 24-25, 2011: US Special Representative Mitchell visits Burma and meets democracy movement leader Aung San Suu Kyi, Foreign Minister Wunna Maung Lwin, and representatives of civil society.
- Oct. 24-25, 2011: Representatives from the US and North Korea meet in Geneva for what is described as a "continuation of the exploratory meetings."

- Oct. 25, 2011: Secretary of Defense Leon Panetta visits Japan and meets Prime Minister Noda and Foreign Minister Gemba Koichiro.
- Oct. 25, 2011: Russian delegation visits Seoul to discuss gas supplies to South Korea and the construction of a pipeline via North Korea.
- Oct. 25-27, 2011: Assistant Secretary of State for East Asian and Pacific Affairs Kurt Campbell visits Jakarta and Manila.
- Oct. 26, 2011: ROK Special Representative for Korean Peninsula Peace and Security Affairs Lim Sung-nam visits Russia to meet Deputy Foreign Minister Alexei Borodavkin.
- Oct. 26-27, 2011: China's Vice Premier Li Keqiang visits Seoul and meets First Vice Foreign Minister Park Suk-hwan.
- Oct. 27, 2011: Vietnamese President Truong Tan Sang visits the Philippines. He and President Aquino sign several agreements on information sharing and creating a hotline for maritime issues, such as piracy, smuggling, disaster response, and protection of marine resources.
- Oct. 27, 2011: Assistant Secretary Campbell visits Seoul to debrief ROK officials on the outcome of the US-DPRK talks in Geneva.
- Oct. 27-29, 2011: Deputy Secretary of State William Burns visits Beijing meets State Councilor Dai Bingguo, Foreign Minister Yang Jiechi, and other senior Chinese officials to discuss bilateral, regional, and global issues including the South China Sea and human rights.
- Oct. 28-30, 2011: India's External Affairs Minister S.M. Krishna visits Japan and meets Prime Minister Noda and Foreign Minister Gemba.
- Oct. 28, 2011: Disaster relief departments of China, Japan and the ROK meet in Beijing to improve disaster management cooperation.
- Oct. 30-Nov. 2, 2011: Vietnamese Prime Minister Nguyen Tan Dung visits Japan and meets Prime Minister Noda. They reaffirm commitments established in the Joint Strategic Partnership for Peace and Prosperity in Asia Framework and collaboration on nuclear power and "development of rare earths" produced in Vietnam.
- **Nov. 1-2, 2011:** South Korean President Lee Myung-bak visits Russia and meets President Dmitry Medvedev. They agree to move forward on a joint trans-Korea gas pipeline project.
- **Nov. 1-2, 2011:** Special Representative for Korean Peninsula Peace and Security Affairs Lim Sung-nam, travels to China and meets Chinese counterpart Wu Dawei.
- **Nov. 1-4, 2011:** US Assistant Secretary for Democracy, Human Rights, and Labor Michael Posner and Special Representative Mitchell visit Burma and meet senior officials, representatives of international organizations, and civil society groups.

- **Nov. 2, 2011:** Former Soviet military officer Viktor Bout, who was arrested in Bangkok in 2008, is convicted in New York of "conspiracy to kill US citizens and officials, deliver anti-aircraft missiles and provide aid to a terrorist organization."
- **Nov. 2-3, 2011:** Indian Defense Minister A.K. Antony visits Tokyo and meets Defense Minister Ichikawa Yasuo.
- **Nov. 2-5, 2011:** First ASEAN Defense Ministers Meeting Plus (ADMM+) Experts Working Group Meeting on Humanitarian Assistance and Disaster Relief is held in Beijing.
- **Nov. 2-7, 2011:** ROK Unification Minister Yu Woo-Ik visits the US and meets Deputy Secretary Burns and Sen. Joe Lieberman in an effort to strengthen coordination on North Korean affairs.
- **Nov 7, 2011:** Tenth Shanghai Cooperation Organization Prime Ministers Meeting is held in St. Petersburg, Russia.
- **Nov. 8, 2011:** The Dalai Lama visits Mongolia amid protests from Beijing against what they consider "efforts to engage in activities to split China."
- **Nov. 8-10, 2011:** Vietnamese President Truong Tan Sang visits Seoul and meets President Lee Myung-bak "to strengthen strategic cooperation between the two countries."
- **Nov. 10, 2011:** ROK Special Representative Lim Sung-nam visits Vienna and meets US Special Representative for North Korea Policy Glyn Davies.
- **Nov. 11, 2011:** Prime Minister Noda announces Japan's participation in the negotiations for the Trans-Pacific Partnership free trade pact.
- **Nov. 12-13, 2011:** South Korean Navy and Japan's Maritime Self-Defense Force hold a biennial joint naval exercise off the east coast of Busan.
- Nov. 13, 2011: APEC Leaders Meeting is held in Honolulu.
- Nov. 15, 2011: Burma is chosen by ASEAN foreign ministers to be ASEAN chairman in 2014.
- **Nov. 15-16, 2011:** Secretary Clinton visits Manila and meets President Aquino, Foreign Secretary Albert del Rosario and Defense Secretary Voltaire Gazmin to discuss ways to increase collaboration and signs a "declaration calling for multilateral talks to resolve maritime disputes."
- **Nov. 15-18, 2011:** Li Jinai, director of the political department of China's People's Liberation Army (PLA), visits North Korea to discuss ways of strengthening military cooperation.
- **Nov. 16-17, 2011:** President Obama visits Australia and meets Prime Minister Julia Gillard. They announce an agreement to station additional US forces in Australia beginning in 2012.

**Nov. 17, 2011:** ROK President Lee Myung-bak meets Indonesian President Susilo Bambang Yudhoyono in Bali. They agree to improve "defense industry cooperation" and to help Indonesia carry out its "economic development blueprint."

Nov. 17, 2011: Chinese Premier Wen Jiabao and Indonesian President Yudhoyono meet in Bali.

**Nov. 17, 2011:** President Obama announces the transfer of 24 excess US *F-16*s to the Indonesian Air Force and an expansion of the Peace Corps program in the country.

**Nov. 17, 2011:** South Korea, Japan, and the US hold trilateral talks on the resumption of the stalled Six-Party Talks, at the East Asia Summit in Bali.

**Nov. 17-18:** The 19<sup>th</sup> ASEAN Summit and related ASEAN+1 Summits are held in Bali.

**Nov. 18, 2011:** Leaders of Japan, Cambodia, Laos, Myanmar, Thailand, and Vietnam meet in Bali for the Third Mekong-Japan Summit.

Nov. 19, 2011: The Sixth East Asia Summit is held in Bali.

**Nov. 19, 2011:** President Lee, Prime Minister, Noda, and Premier Wen meet in Bali to discuss issues of regional security and economic cooperation.

Nov. 20, 2011: Premier Wen Jiabao visits Brunei and meets state officials.

**Nov. 22-23, 2011:** Japanese Ministry of Defense reports six Chinese Navy ships transit Okinawa prefecture in international waters to conduct exercises in the Pacific Ocean.

Nov. 22-24, 2011: Chinese and ROK navies hold fourth joint search and rescue exercise.

**Nov. 27-29, 2011:** Commander-in-Chief of Myanmar Defense Services Min Aung Hlaing visits China and meets Vice President Xi Jinping and Xu Caihou, vice chair of the Central Military Commission, to promote and deepen military cooperation.

**Nov. 30, 2011:** Secretary of State Clinton visits South Korea to participate on the Fourth High-Level Forum on Aid Effectiveness.

**Nov. 30-Dec. 2, 2011:** Secretary Clinton visits Burma and meets senior officials including President Thien Sein and pro-democracy leader Aung San Suu Kyi.

**Dec. 5-6, 2011:** US State Department Advisor for Nonproliferation and Arms Control Robert Einhorn visits Seoul to encourage the ROK to participate in mutual sanctions against Iran and to review the US-ROK Civil Nuclear Cooperation Agreement.

**Dec. 6-9, 2011:** Australian Defense Minister Stephen Smith visits India and meets counterpart A.K. Antony. They take steps to build on the strategic partnership under the framework of the 2009 Joint Declaration on Security Cooperation.

- **Dec. 6, 2011:** Indonesian Parliament ratifies the Comprehensive Test Ban Treaty.
- **Dec. 7, 2011:** US Undersecretary of Defense for Policy Michele Flournoy and Chinese Deputy Chief of the PLA General Staff Ma Xiaotian meet in Beijing for the 12<sup>th</sup> annual Sino-US Defense Consultative Talks.
- **Dec. 7, 2011:** The US and China announce implementation of the Megaport Initiative to monitor for "nuclear and other radioactive materials in cargo containers" at Shanghai's Yangshan Port.
- **Dec. 7, 2011:** Indonesia and South Korea sign a joint servicing agreement that allows them to "share military supplies as necessary during their joint exercises, UN peacekeeping operations, humanitarian assistance and disaster relief."
- **Dec. 7-15, 2011:** Special Representative Glyn Davies and US envoy to the Six-Part Talks Clifford Hart travel to South Korea, Japan, and China to discuss Korean Peninsula issues.
- Dec. 9, 2011: Japan approves a new set of financial sanctions against Iran.
- **Dec. 9, 2011:** Ma Xiaotian, deputy chief of the PLA General Staff, meets Defense Secretary Sharma in New Delhi for the fourth Sino-Indian Defense Dialogue.
- **Dec. 10, 2011:** China joins Mekong River security patrols with forces from Myanmar, Laos and Thailand for the first time.
- **Dec. 12-14, 2011:** US Deputy Secretary of Energy Daniel Poneman visits Taipei and meets President Ma Ying-jeou to discuss "how the United States and Taiwan can work together to tackle tomorrow's energy challenges."
- **Dec. 13, 2011:** The Philippines commissions the 3,390-ton frigate *BRP Gregorio del Pilar*, an old US Coast Guard cutter, as its biggest and most modern warship.
- **Dec. 14, 2011:** Laos suspends a \$3.5 billion dam project on the lower Mekong River after a meeting of water and environment ministers from Mekong River Commission.
- **Dec. 14, 2011:** Australian Defense Minister Smith and South Korean counterpart Kim Kwan-jin sign an agreement to improve military cooperation.
- **Dec. 14-15, 2011:** Robert King, US special envoy for North Korean human rights issues and USAID Deputy Assistant Administrator Jon Brause meet Ri Gun, director of US affairs, DPRK Foreign Ministry, in Beijing.
- **Dec. 15-17, 2011:** Prime Minister Manmohan Singh visits Moscow and meets President Medvedev and Prime Minister Putin.

**Dec. 19, 2011:** US hosts Japan and India for the first-ever trilateral dialogue to exchange views on regional and global issues of mutual interest.

**Dec. 19, 2011:** *Korean Central News Agency (KCNA)* announces that North Korean leader Kim Jong Il died on Dec. 17 while traveling on train.

**Dec. 19-20, 2011:** Leaders from China, Burma, Laos, Thailand, Cambodia and Vietnam meet in Naypyidaw to discuss Greater Mekong Subregion (GMS) Strategic Development Partnership.

**Dec. 19-20, 2011:** Malaysian Defense Minister Ahmad Zahid Hamidi visits Beijing and meets Minister of Defense Liang Guanglie and Guo Boxiong, vice chairman of China's Central Military Commission. They agree to advance bilateral military cooperation.

**Dec. 22-23, 2011:** ROK Special Representative Lim Sung-nam visits Beijing and meets counterpart Wu Dawei to "evaluate the situation on the Korean Peninsula following Kim Jong II's death and discuss the direction of future plans for the North Korean nuclear issue."

**Dec. 25-26, 2011:** Japanese Prime Minister Noda visits Beijing and meets Chinese leader. The trip was originally scheduled for Dec. 12-13, but was canceled at the request of the Chinese.

**Dec. 25-26, 2011:** Japanese Foreign Minister Gemba visits Myanmar and meets President Thein Sein and other top leaders.

**Dec. 27, 2011:** Japan's Chief Cabinet Secretary Fujimura Osamu announces revision of the three principles on arms exports.

**Dec. 27-29, 2011:** Japanese Prime Minister Noda visits New Delhi on Tuesday afternoon to reinforce relations and boost trade and investment based on a free trade agreement between the two countries that came into force in August.

**Dec. 28, 2011:** ROK Special Representative Lim Sung-Nam visits Washington and meets US Special Representative Glyn Davies to discuss "a wide variety of issues, including next steps in the Korean Peninsula."