

Gus Dur and the Indonesian Economy

edited by
Anthony L. Smith



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Abbreviations

ADB	Asian Development Bank
AFTA	ASEAN Free Trade Area
AMU	Asset Management Unit
APBN	Anggaran Pengeluaran dan Belanja Negara (government budget)
APEC	Asia Pacific Economic Co-operation
ASEAN	Association of Southeast Asian Nations
Bappenas	Badan Perencanaan Nasional (National Development Planning Board or Planning Board)
BCA	Bank Central Asia
BDI	Bank Dagang Indonesia
BI	Bank Indonesia
BII	Bank Internasional Indonesia
BIS	Bank for International Standards
BLBI	Bantuan Likuiditas Bank Indonesia (Bank Indonesia Liquidity Assistance)
BPK	Badan Pemeriksa Keuangan (State Auditing Agency)
BPS	Biro Pusat Statistik (Central Bureau of Statistics)
Bulog	Badan Urusan Logistik Nasional (National Logistics Board)
CAPs	Centre for Agricultural Policy
CAR	capital adequacy ratio
CDs	certificate of deposit
CGP	Consultative Group on Indonesia
CPF	Central Provident Fund
CPI	consumer price index
DPR	Dewan Perwakilan Rakyat (People's Representative Assembly)
EPF	Employees Provident Fund
FX	foreign exchange
GDP	<i>gross domestic product</i>
HDI	<i>human development index</i>

IBRA	Indonesian Bank Restructuring Agency
IMF	International Monetary Fund
INDRA	Indonesia Debt Restructuring Agency
IPO	initial public offering
JITF	Jakarta Initiative Task Force
KKN	korupsi, kolusi, dan nepotisme (corruption, collusion and nepotism)
KLBI	Kredit Likuiditas Bank Indonesia (Bank Indonesia's Special Credit Scheme)
KUT	Kredit Usaha Tani (farmers' credit scheme)
LIBOR	London Inter-Bank Offered Rate
LIPI	Lembaga Ilmu Pengetahuan Indonesia (Indonesian Academy of Science)
LoI	Letter of Intent
LPEM-FEUI	Lembaga Penelitian Ekonomi dan Masyarakat — Fakultas Ekonomi Universitas Indonesia (Institute for Economic and Social Development — Faculty of Economics, University of Indonesia)
MAI	Multilateral Agreement on Investment
MOA	Ministry of Agriculture
NGOs	non-governmental organizations
NIEs	Newly Industrialized Economies
NPL	non-performing loan
OFG	One-Stop Facilitation Group
PAN	Partai Amanat Nasional
PDI-P	Partai Demokrasi Indonesia-Perjuangan
Perbanas	Indonesian Bankers Association
PKB	Partai Kebangkitan Bangsa
PLN	Perusahaan Listrik Negara (National Electricity Company)
REEF	Real Effective Exchange Rate
SAM	Social Accounting Matrix
SBI	Sertifikat Bank Indonesia (Bank Indonesia Certificates)
SMEs	small and medium enterprises
SOEs	State-owned enterprises
SSN	Social Safety Net

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SUPAS	Five-yearly Population Census
SUSENAS	Indonesia Socio-Economic Survey
TNI	Tentara Nasional Indonesia (Indonesian Armed Forces)
UNDP	United Nations Development Programme
VOC	Vereenigde Oostindische Compagnie (Dutch East India Company)
WTO	World Trade Organization

Preface

The chapters in this volume started life as conference papers at the Institute of Southeast Asian Studies' (ISEAS) Indonesia Forum entitled "Abdurrahman Wahid's First 100 Days: An Economic Agenda" held on 17-18 January 2000. The Forum drew together Indonesian government ministers, senior civil servants, representatives of bilateral and multilateral organizations, and academics. The record of these proceedings is valuable in order to assess the views of decision-makers and academics (some of whom are advisers to government in a formal or informal capacity) concerning the overall economic direction of Indonesia. It should be noted that the two cabinet ministers here, Laksamana Sukardi and Jusuf Kalla, subsequently left cabinet under controversial circumstances. However, they were government ministers and representatives of the Wahid government at the time of writing their respective papers. The papers were presented in January 2000 but a decision was taken not to attempt to alter the details in each chapter for publication. Some aspects have dated, but the challenges, dilemmas, themes, and analysis of the overall economic prospects for the Wahid administration identified by the contributors have not. The Introduction will help update the reader through to the end of 2000.

The editor thanks Dr Leonard Sebastian, formerly a Fellow at ISEAS (now with the Institute of Defence and Strategic Studies, Singapore), who co-ordinated the Forum. Appreciation is also extended to Anggito Abimanyu of the Faculty of Economics at Gadjah Mada University, Yogyakarta, Indonesia, for his assistance with aspects of the conference and the resulting publication.

Anthony L. Smith

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