



SOUTHEAST DEPARTMENT

Rajat M. Nag

Director General, SERD and Special
Advisor to the President on Regional
Cooperation and Integration

Orientation Program for DMC Officials

7 September 2006

ADB

The Southeast Department (SERD)

- HQs Offices

Front Office (Office of the Director General)

Five divisions

- (i) Regional Cooperation and Country Coordination (SEOC);
- (ii) Agriculture, Environment and Natural Resources (SEAE);
- (iii) Governance, Finance and Trade (SEGF);
- (iv) Infrastructure (SEID); and
- (v) Social Sectors (SESS)

- Field Offices

Five Resident Missions – in Cambodia, Indonesia, Lao PDR, Thailand and Viet Nam;

1 Country Office – in the Philippines

1 Extended Mission (part of Indonesia Resident Mission)– in Sumatra

SERD's Organizational Chart

VP OPERATIONS 2
C. Lawrence Greenwood, Jr.

DIRECTOR GENERAL
Rajat M. Nag

DEPUTY DIRECTOR GENERAL
Arjun Thapan

RESIDENT MISSIONS



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* Including Extended Mission to Sumatra (EMS)



Country Coverage

Brunei Darussalam, Cambodia

Indonesia, Lao PDR

Malaysia, Myanmar

Philippines, Singapore

Thailand, Viet Nam

Profile of Member Countries

Mekong countries (Cambodia, Lao PDR, Myanmar, Thailand and Viet Nam)

- Connected by Mekong River
- Strategically located – land bridge between South and East Asia and Southeast Asia
- Many are transitional economies
- Declining poverty incidence

Middle income countries (Indonesia, Malaysia, Philippines, Thailand)

- tight fiscal conditions constrain development
- infrastructure demand outstrips traditional financing
- worsening income distribution with pockets of poverty

Socioeconomic Indicators

Southeast Asia Countries

DMC	Population (M persons)	GDP Growth Rate (% per year)	Per Capita GDP (US\$)	Unemployment (%)	Inflation (% per year)	Foreign Direct Investment (US\$ M)	Poverty Incidence: Based on national poverty line (%)
	2005	2005	2005	2005	2005	2005	
Brunei Darussalam	0.4	-	15,986	-	-	-	-
Cambodia	13.8	8.4	393	-	5.8	216	34.7 (2004)
Indonesia	219.9	5.6	1,279	10.3	10.5	2,258	18.2 (2002)
Lao PDR	5.6	7.2	491	-	7.2	27	32.7 (2003)
Malaysia	26.1	5.3	4,994	3.5	3	713	7.5 (1999)
Myanmar	55.4	12.2	-	-	-	-	26.6 (2001)
Philippines	85.2	5.1	1,146	11.4	7.6	970	30 (2003)
Singapore	4.4	6.4	26,836	3.2	0.4	14,562	-
Thailand	64.8	4.5	2,727	1.4	4.5	3,289	9.8 (2002)
Viet Nam	83.1	8.4	622	5.1	8.3	1,914	19.5 (2004)

- means data not available

Role of SERD

- responsible for implementing the strategic agenda of ADB in Southeast Asia comprising of Cambodia, Indonesia, Lao PDR, Myanmar, Philippines, Thailand, Viet Nam and the Greater Mekong Subregion (GMS)
- establishes and maintains relationships on all matters concerning ADB operations with the concerned DMCs in the subregion, and other multilateral and bilateral agencies
- undertakes relevant economic, thematic and sector work on matters of development concern to the DMC and provide analytical foundation for ADB operations
- responsible for developing the Country Strategy and Program (CSP) and its updates for each DMC as well as the Regional Cooperation Strategy and Program (RCSP) and its updates for the subregional programs
- monitors the developments in the concerned DMCs, including all development financing activities, at the subregional, national, and sectoral levels, and undertake reviews and prepare reports for Management and the Board as required

Our Mission Statement

To better serve our DMCs and clients by:

- being a sensitive, reliable, responsive and competent development partner; and
- ensuring that ADB support is provided in a consistent, coordinated, and integrated manner.

Our Motto

Think Regionally, Invest Nationally

Our Management & Philosophy

Empower, exercise accountability, delegate authority and promote teamwork

SERD's Key Results Areas

- Policy formulation and dialogue
- Country/Regional strategy and programming
- Project processing
- Project administration/portfolio management
- Regional cooperation & integration (GMS Program; BIMP-EAGA / IMT-GT / aSEA)
- Strengthening/Increased delegation to Resident Missions
- Knowledge management (economic, thematic & sector work)
- Aid coordination, cofinancing and resource mobilization
- External relations and coordination

Major Challenges

- Strengthen ADB's leadership role in the GMS Program; and BIMP-EAGA / IMT- GT
- Promote private sector development
- Expand OCR lending
- Mobilize new financial resources

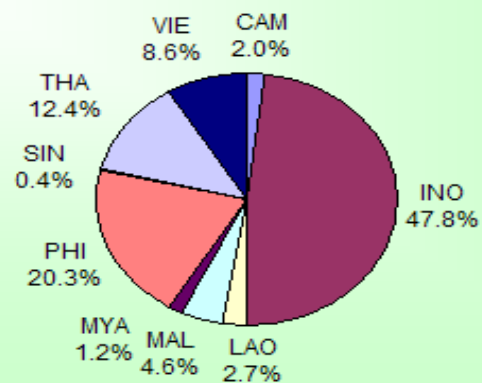
Major Constraint

- Limited ADF and budgetary resources

**ADB Cumulative Lending and Technical Assistance Programs
To Southeast Asia
as of 31 December 2005**

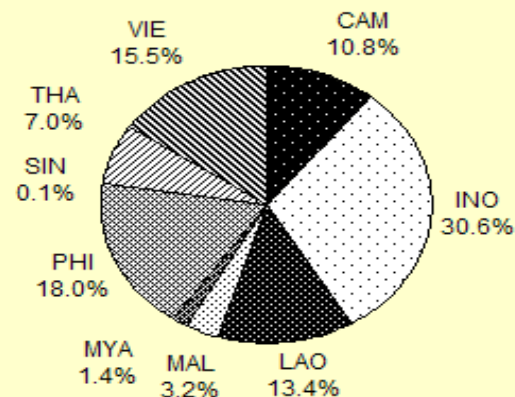
Country	Cumulative Loans Approved (US\$ M)	Cumulative Loans Approved (No.)
CAM	850.24	36
INO	20,728.50	279
LAO	1,183.14	64
MAL	1,987.54	76
MYA	530.86	32
PHI	8,799.03	195
SIN	181.08	14
THA	5,388.07	84
VIE	3,732.37	73
Total	43,380.83	853

**Southeast Asia: Cumulative Lending
Shares by Loan Amount
as of 31 December 2005**



Country	Cumulative TA Grants (US\$'000)	Cumulative TA Grants (No.)
CAM	85,129.60	133
INO	240,449.17	480
LAO	104,902.08	215
MAL	25,202.30	92
MYA	10,716.00	38
PHI	141,554.25	316
SIN	577.42	2
THA	54,998.60	150
VIE	121,750.46	190
Total	785,279.88	1,616

**Southeast Asia: Cumulative Technical Assistance
Shares by TA Amount
as of 31 December 2005**



ADB's Subregional Economic Cooperation Programs in Southeast Asia

GMS Program

BIMP-EAGA

IMT - GT

GREATER MEKONG SUBREGION



The Greater Mekong Subregion (GMS) Program



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**Brunei Darussalam-Indonesia-Malaysia-Philippines
East Asia Growth Area (BIMP-EAGA)**





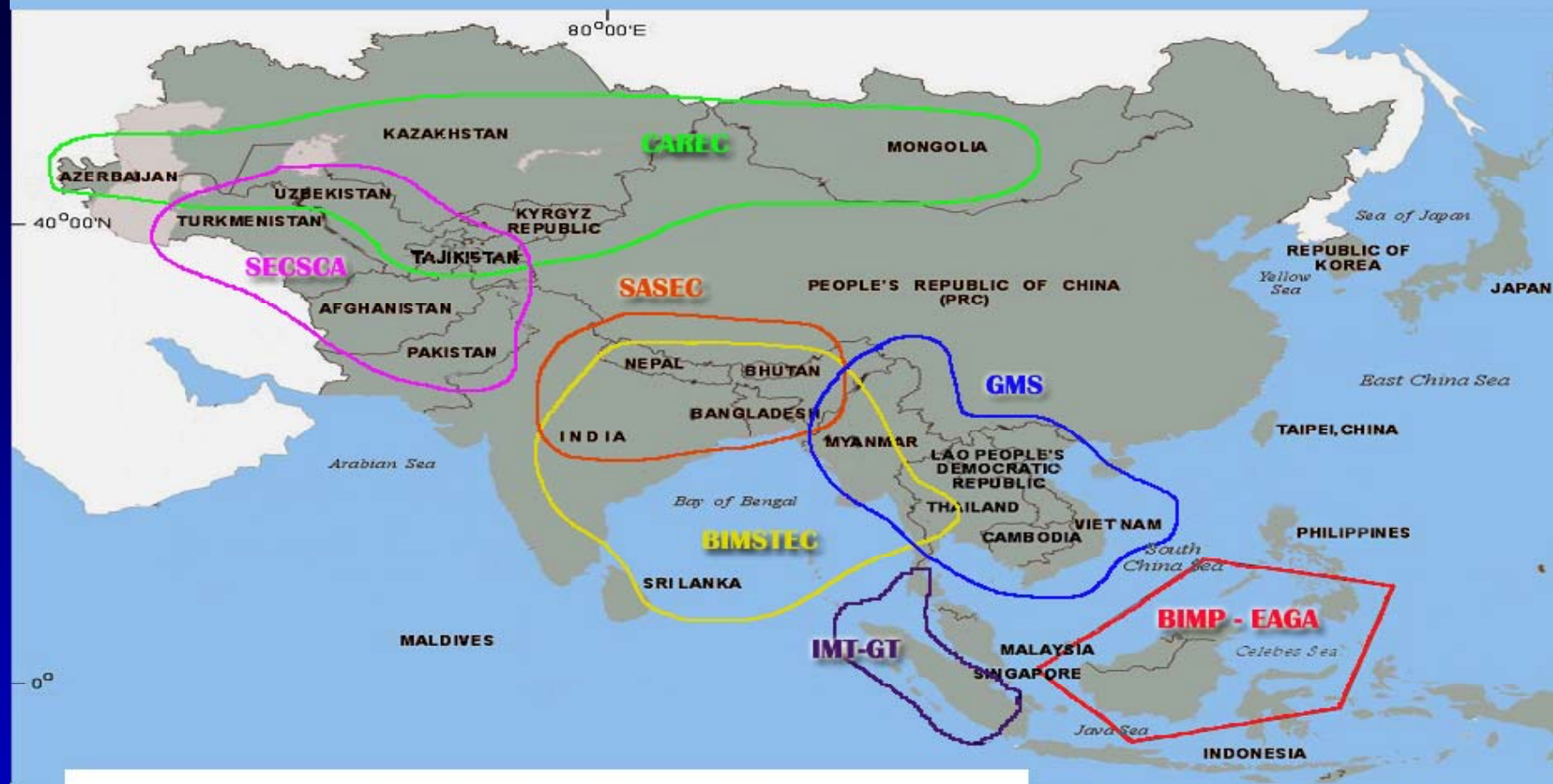
Indonesia-Malaysia-Thailand Growth Triangle (IMT-GT)



Subregional Economic Cooperation Programs

As I mentioned to you yesterday, I have included a map showing the subregional cooperation initiatives in the following slide for your reference. This provides a link in the form of garlanding of the subregional cooperation programs.

SUBREGIONAL COOPERATION INITIATIVES



BIMP-EAGA	Brunei Darussalam-Indonesia-Malaysia-Philippines East ASEAN Growth Area
BIMSTEC	Bangladesh-India-Myanmar-Sri Lanka-Thailand-Bhutan-Nepal Economic Cooperation
CAREC	Central Asia Regional Economic Cooperation
GMS	Greater Mekong Subregion
IMT-GT	Indonesia-Malaysia-Thailand Growth Triangle
SASEC	South Asia Subregional Economic Cooperation
SECSA	Subregional Economic Cooperation in South and Central Asia

Our Assurance

The SERD Team is enthused and committed to deliver quality programs to, and forge active partnerships with its member countries.