# Thai foreign policy towards Lancang-Mekong Cooperation

Wilasinee Piboonsate, Ph.D

Faculty of Political Science, Ramkhamhaeng University, Thailand

#### **BACKGROUND**

- ♣ In 2012, Thailand proposed the initiative of sustainable development of Lancang-Mekong Sub-region, which got positive response from Chinese side.
- **↓ In 2014**, Chinese Premier Li Keqiang proposed establishment of LMC Framework.
- **↓ In 2016**, the First LMC Leaders' Meeting was successfully held in Sanya of China's Hainan Province.

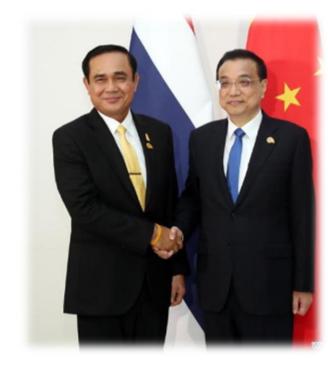


#### **OBJECTIVES**

• 1. To study the importance of Lancang-Mekong Cooperation

•2. To study the role and Thai foreign policy towards

Lancang-Mekong Cooperation



#### CONCEPTUAL FRAMEWORK

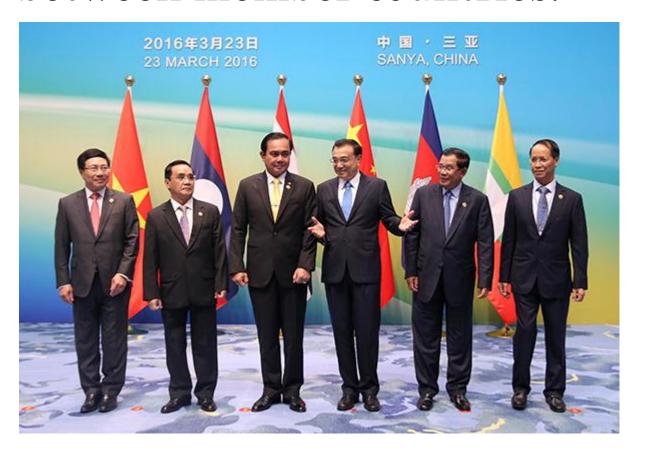
- Natural Economic Territories (NETs)
- Cooperation Theory

Interdependence Approach



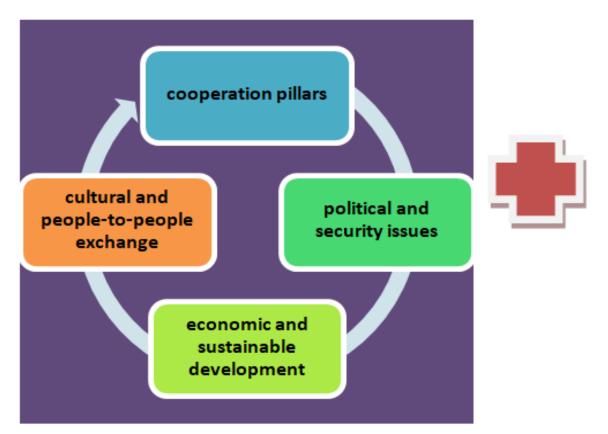
#### THE IMPORTANCE OF LANCANG-MEKONG COOPERATION

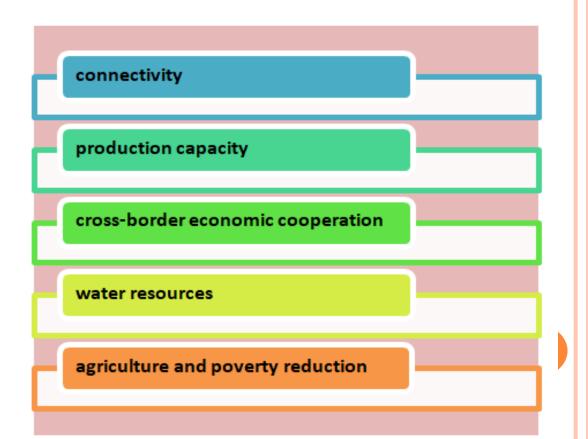
•LMC plays an important role which leads to exchanges and shares between member countries.



#### 3+5 COOPERATION FRAMEWORK

- Three cooperation pillars
- Five key priority areas





#### **COOPERATION FRAMEWORK**

•LMC has put in place a multi-faceted and wide-ranging cooperation framework including

(Leaders'

Meetings)

(Foreign Ministers' Meetings)

(Senior Officials' Meetings)

(Diplomatic Working Group Meetings)

#### LEADERS' MEETING

LMC has held altogether two leaders' meeting, including



The First Lancang-Mekong Cooperation Leaders' Meeting was held on 23 March 2016 in Sanya, Hainan.

The second Lancang-Mekong Cooperation Leaders' Meeting was held on 10 January 2018 in Phnom Penh, Cambodia.

#### Meeting

Four foreign ministers' meetings

Five senior officials' meetings

Six diplomatic working group meetings



### THAI FOREIGN POLICY TOWARDS LANCANG-MEKONG COOPERATION



### DEVELOPMENT OF THAI FOREIGN POLICY TOWARDS NEIGHBORING COUNTRIES

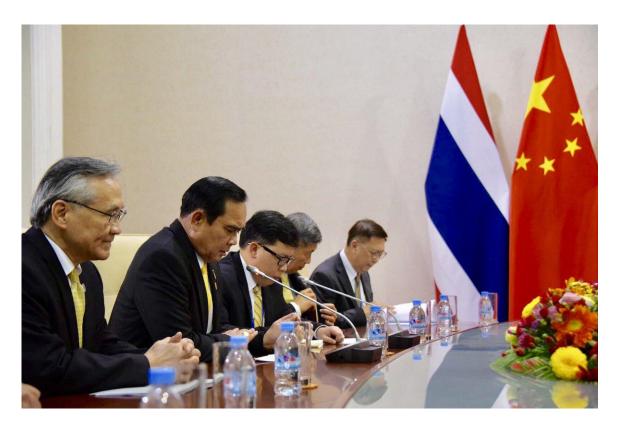
- The Cold War ended, international situation has undergone major changes, affecting adjustment of Thai foreign policy.
- Thailand's foreign policy aims to strengthen economic cooperation with neighboring countries in 2 main strategies,
  - To create economic partnerships between Thailand and neighboring countries in ways to reduce development gaps
  - To create investment base strategies to increase competitiveness in the region.

#### THAI FOREIGN POLICY OF CURRENT GOVERNMENT

- Government of General Prayut ChanOcha focuses on regional and sub-regional cooperation and strengthening relations with foreign countries and promoting the role of Thailand in international arena.
  - expanding cooperation to promote regional and global securities
  - supporting enhancement of Thai competitiveness,
  - building confidence in the potential and economy of Thailand,
  - promoting trade and investment with foreign countries.

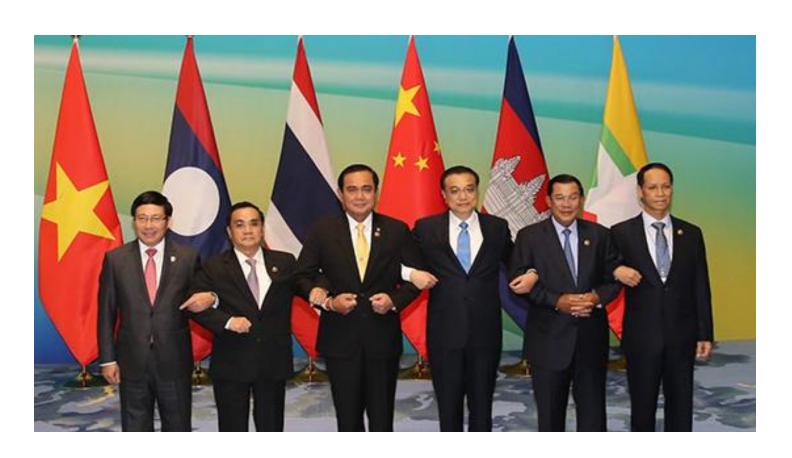
#### THAI FOREIGN POLICY TOWARDS LMC

• Thai foreign policy emphasize the importance of cooperation of Thailand in LMC



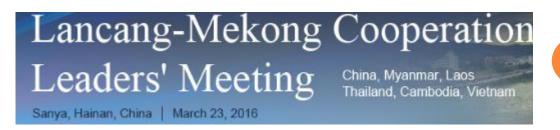
### THE IMPLEMENTATION OF THAI FOREIGN POLICY TOWARDS LANCANG-MEKONG COOPERATION

• 1) Attending Leaders 'Meeting



#### THE FIRST LANCANG-MEKONG LEADERS' MEETING

- Thailand's Prime Minister was given the role of Chairman together with China's Prime Minister Li Keqiang in 2016.
- Thailand's Prime Minister had played a leading role and expressed a vision for creative cooperation and used opportunity for collaborative management of sustainable water resources and proposed urgent projects in various areas, such as poverty reduction project.



#### THE SECOND LANCANG-MEKONG LEADERS' MEETING

- Thailand's Prime Minister attended the second Lancang-Mekong Cooperation Leaders' Meeting on 10 January 2018 in Cambodia.
- •In this meeting, Prime Minister made proposals for the future direction of LMC by stressing that LMC can play an important role in modernizing the sub-region through innovation while becoming a center of excellence and sustainable development.

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#### THAILAND'S AIMS

- (1) To push forward LMC to become a modern cooperation framework,
- (2) To synergize LMC with the Belt and Road Initiative for economic and development benefits in the sub-region,
- (3) To promote LMC to become an economic hub and sustainable development model through innovation and modern industries consistent with Thailand 4.0 and Eastern Economic Corridor (EEC) development policies, and
- (4) To promote cooperation through LMC, especially on water resource management to bring about sustainable agriculture in the Mekong countries.

#### THE ROLE OF THAI GOVERNMENT IN LMC

Thai government

**Ministry of Commerce** 

**Ministry of Foreign Affairs** 

**Others** 

Ministry of Natural Resources and Environment

border provinces related to LMC

#### • Ministry of Foreign Affairs

• MFA is considered to be an important ministry which involves LMC Frameworkand coordinating with members.

#### • Ministry of Commerce

 development of Thai cooperation with member countries under Lancang-Mekong Cooperation which develops various cooperation projects

• Ministry of Natural Resources and Environment

• The role of border provinces related to LMC

### COOPERATION BETWEEN THAILAND AND CHINA UNDER LMC

- LMC is beneficial to strengthen cooperation between China and Thailand and is also an driving force for development of Thailand-China relations.
- This cooperation mechanism plays an important role in driving linkage of the Eastern Economic Corridor (EEC) in Thailand and implementation of BRI.
- The operation under LMC is also attract Chinese businessmen to invest in Thailand and plays an important role in strengthening cooperation and exchanges between China and Thailand.

### COOPERATION PROJECTS BETWEEN THAILAND AND CHINA UNDER LMC

 On April, 2018, Chinese Ambassador and Thai Ministry of Commerce signed an MOU on the Lancang-Mekong Cooperation Special Fund projects



### 1) PROJECT ON JOINT DEVELOPMENT OF CROSS-BORDER SPECIAL ECONOMIC ZONES

- The project aims to promote special economic zones (SEZs) in the Lancang-Mekong countries and foster increased coordination among them.
- To boost trade and investment both from within and outside the sub-region by using special economic zone models and free trade zones such as Shanghai Pilot Trade Zone as a model.
- To establish a working group to jointly propose a strategic plan for the management and promoting of special economic zones.

### 2) PROJECT ON UPGRADING BORDER FACILITATION FOR TRADE AND LOGISTICS DEVELOPMENT

- oIt aims to promote trades along border trade zones that link the Lancang-Mekong countries;
- •To facilitate cross-border trade by increasing the capacity for commerce and reducing costs faced by traders;
- •To enhance connectivity and improve competitiveness across international borders through improvements in infrastructure which is focused on facilitating cross-border trade and investment.

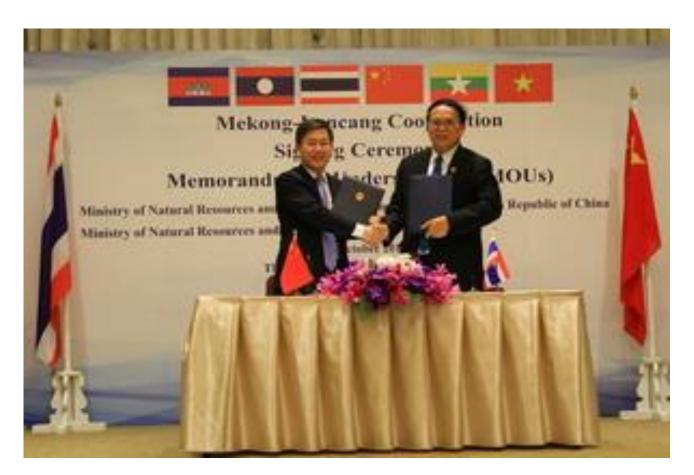
#### 3) PROJECT ON LANCANG-MEKONG BUSINESS FORUM

- This initiative aims to facilitate business networking and boost the competitiveness of small and medium enterprises in the region through a series of business forums designed to:
- To establish business linkages, assist SMEs' integration in the regional and global value chains,
- To exchange information on technology and innovative products that will push forward industrial growth and promote investment through business collaboration with local SMEs in the Lancang-Mekong countries.

#### 4) Project on rural e-commerce development

- The project seeks to promote increased awareness of rural e-commerce development in the Lancang-Mekong countries by enhancing the understanding of the potentials of rural e-commerce development,
- •To identify key intervention areas for e-commerce development in each country in the region,
- To explore online business prospects through various e-commerce opportunities,
- •To develop a mechanism for promoting rural e-commerce.

On October 11, 2018, Chinese Ambassador and Permanent Secretary of the Ministry of Natural Resources and Environment of Thailand signed the MOU on Lancang-Mekong Cooperation Special Fund Projects in Bangkok.



#### THAILAND AND CHINA UNDER LMC

- •LMC reflects common aspiration of China and neighboring countries to promote connectivity and speed up integrated development.
- Thailand also has a good cooperation with China under LMC, so that Thailand is the center of Lancang-Mekong sub-region and ASEAN region and also attracts Chinese businessmen to invest in Thailand, along with encouraging Thailand 4.0 Policy and driving the linkage of the Eastern Economic Corridor (EEC).

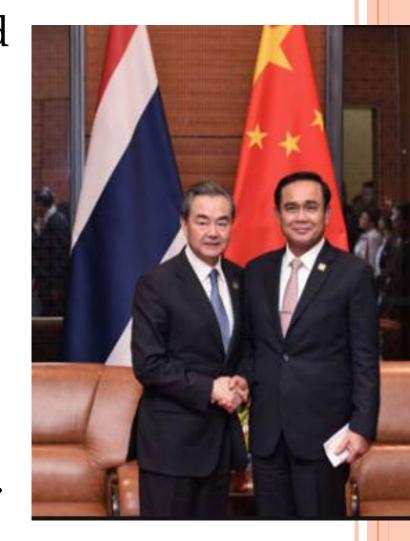
#### THE OPPORTUNITIES OF THAILAND

QINGHAI TIBET CHINA Thailand's Eastern Economic Corridor



#### THE ROLE OF A LEADER COUNTRY

- The creation of a good image of Thailand as an initiator and development partner.
- Thailand is considered to be a country that has initiated the establishment of Lancang-Mekong cooperation.
- Thailand is also important in acting as initiator of various development projects.



#### THE BENEFITS OF COOPERATION

- 1) Thailand can be pushed to be a hub for transportation and logistics in Mekong region and ASEAN.
- •2) International trade and investment opportunities can be expanded which will elevate Thailand to be a potential

production and investment base.

• 3) Comprehensive strategic cooperative partnership between Thailand and member countries of LMC will be promoted.



### LINKING WITH THE DEVELOPMENT STRATEGY OF THAILAND

- •1) To take advantage of the strength of the location of Thailand to become a sub-regional center, pushing the policy of economic integration and connectivity.
- •2) To increase the role of Thailand by promoting the creative role of Thailand in various cooperation frameworks and supporting sustainable development goals.
- 3) To support the development plan of the Thai government, namely Thailand 4.0 policy and Eastern Economic Corridor

#### CHALLENGES OF THAILAND

- •1) Thailand should play a role and participate in the development of cooperation with member countries in handling some conflicts.
- •2) Promoting the participation of border provinces that are located in cooperation areas to create understanding and push for participation in area development.
- •3) LMC is a newly established cooperation that still needs driving power in various areas.

### RECOMMENDATIONS FOR THAI FOREIGN POLICY TOWARDS LANCANG-MEKONG COOPERATION

- o 1) Promoting roles and cooperation of government agencies
- •2) Pushing the role of border provinces that are located near Mekong River
- •3) Pushing the role of state-owned enterprises sector
- •4) Pushing the role of Thai private sector
- o 5) Increasing bilateral cooperation with China

- o6) Promoting research institutes and think-tanks
- o 7) Pushing and linking Eastern Economic Corridor Strategy
- o8) Promoting people-to-people exchange
- o 9) Promoting multilateral cooperation mechanisms
- 10) Reinforcing Thailand to be a leader in the CLMV countries

## Thank you 谢谢