Capitalist Development Without 'Westernisation'?

The Political Economy of Inequality in Singapore

by

Jeremy B Williams

Dip.Mgt.Studs. P.G.C.E. M.A. (Econ.)

B.A. (Econ.)(Hons.) (Manchester Metropolitan University) (University of Teesside) (University of Hull) (University of Leeds)

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J.B.W.

Certificate

I certify that the substance of this thesis has not already been submitted for any degree and it is not currently being submitted for any other degree or qualification.

I certify that any help received in preparing this thesis, and all sources used, have been acknowledged in this thesis.



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b y

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Abstract

This study sets out to expose the deficiencies of the orthodox analysis of capitalist development. In particular, it takes issue with the World Bank's *East Asian Miracle* report (World Bank 1993), which claims that capitalist development in East Asia has produced relatively equal outcomes.

The focus for the study is Singapore, arguably the most successful of the East Asian newly-industrialised countries. Evidence is submitted which shows that rapid economic growth has not caused Singapore society to become more equal as claimed by the World Bank. Moreover, unlike other capitalist nations at a similar stage in their development, the authorities are quite resolute in their rejection of so-called Western liberal solutions to the problem. Instead, the strategy has been to appeal to citizens' 'Asian values' in a bid to head off what are considered the morally and financially bankrupt practices of the welfare state.

This thesis rejects the idea that there is a cultural solution to inequality, and argues that the Asian values theme is part of an ideological formulation devised by the Singapore Government in an attempt to legitimate its authoritarian rule.

List of Acronyms

ACIE Action Committee on Indian Education

AMCJA All-Malaya Council of Joint Action

AMP Association of Muslim Professionals

ASEAN Association of Southeast Asian Nations

AWARE Association of Women for Action and Research

BG Brigadier-General

BMA British Military Administration

BS Barisan Sosialis

CASE Consumers' Association of Singapore

CCCs Citizens' Consultative Committees

CDAC Chinese Development Assistance Council

CEC Central Executive Committee

COE Certificate of Entitlement

CPF Central Provident Fund

CPI Consumer Price Index

CRC Cost Review Committee

DCs Deliberation Councils

DCAC Directorships and Consultancy Appointments Council

ECA Employment Conditions Abroad Ltd

EDB Economic Development Board

EOI Export-oriented Industrialisation

GDP Gross Domestic Product

GNP Gross National Product

GLU General Labour Union

GLC Government-Linked Company

GST Goods and Services Tax

HDB Housing and Development Board

HPAEs High-Performing Asian Economies

HUDC Housing and Urban Development Corporation

IMF International Monetary Fund

IRS Information and Referral Service

ISC Internal Security Council

ISD Internal Security Department

ISEAS Institute of Southeast Asian Studies

ISI Import-Substitution Industrialisation

LDC Less Developed Country

LF Labour Front

MCA Malayan Chinese Association (later renamed Malaysian Chinese

Association)

MCD Ministry of Community Development

MCP Malayan Communist Party

MDU Malayan Democratic Union

MIC Malaysian Indian Congress

MHE Minimum Household Expenditure

MNC Multinational Corporation

MND Ministry for National Development

MP Member of Parliament

MRT Mass Rapid Transport system

MUA Malay Union Alliance

NCSS National Council of Social Service

NGO Non-Government Organisation

NIC Newly-Industrialised Country

NII National Information Infrastructure

NUSS National University of Singapore Society

NSS Nature Society of Singapore

NTUC National Trades Union Congress

NWC National Wages Council

OB 'Out of Bounds'

OCBC Overseas Chinese Banking Corporation

OECD Organisation for Economic Cooperation and Development

PAP People's Action Party

PERC Political and Economic Risk Consultants Ltd

PKMS Pertubuhan Kebangsaan Melayu Singapura

PM Prime Minister

PMFTU Pan-Malayan Federation of Trade Unions

PSLE Primary School Leaving Examination

PUB Public Utilities Board

RUAS Rent and Utilities Assistance Scheme

SAF Singapore Armed Forces

SATU Singapore Association of Trade Unions

SBWU Singapore Bus Workers' Union

SDP Singapore Democratic Party

SFSWU Singapore Factory and Shop Workers' Union

SFI Small Families Improvement scheme

SFTU Singapore Federation of Trade Unions

SHS Sample Household Survey

SINDA Singapore Indian Development Association

SLP Singapore Labour Party

SPAP Singapore People's Alliance Party

SPP Singapore Progressive Party

SM Senior Minister

STUC Singapore Trade Union Congress

UMNO United Malays National Organisation

VWO Voluntary Welfare Organisation

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