

Special Double Issue
Corporate-NGO Relations

VAN ZORGE REPORT ON INDONESIA

COMMENTARY & ANALYSIS ON INDONESIAN POLITICS AND ECONOMICS

INSIDE ISSUE VII / 16-17

IN THIS ISSUE	3
FROM THE EDITOR	4
INTELLIGENCE	6
CORPORATE-NGO RELATIONS	8
Corporations and NGOs: uncomfortable bedfellows	
BY INVITATION: ARIAN ARDIE	14
Basic principles of engagement	
BY INVITATION: HARRIET RICHARDS	17
Mining, modernisation, and the politics of community development	
BUSINESS AND INVESTMENT	24
Research report review: <i>Doing business in 2006</i>	
IN BRIEF:	
POLITICAL	29
INDUSTRY	34



Van Zorge Report

Editor in Chief
James Van Zorge

Publisher
Dennis Heffernan

Managing Editor
Andrew Steele

Assistant Editor
Ray Z. Parsioan Pulungan

Contributing Editor
Grant Wilson

Technical Support
Grafika Irawan

Office:

Van Zorge Report
Jl. Subang #10,
Menteng, Jakarta 10310
Indonesia.
Tel. (62) (21) 3190 3929
Fax. (62) (21) 392 6425

E-mail:
vzr@vzh.co.id

Website:
www.vanzorgereport.com

Send comments to:
asteetele@vzh.co.id

SUBSCRIPTION:
See order form at
back cover, or contact
(62) (21) 3190 3929

In this issue...

of the *Van Zorge Report on Indonesia*, a special double issue is provided that takes an in-depth look at relations between corporations and non-governmental organisations working in Indonesia. But first, in the **From the Editor** section, Editor-in-Chief James Van Zorge writes about the impending cabinet reshuffle and the need for President Yudhoyono to tap the most talented Ministers possible and not be concerned with political patronage and coalition politics.

Regarding corporate-NGO relations three pieces are presented. In **Corporate-NGO relations: uncomfortable bedfellows**, an overview of the relationship is presented with some findings concerning strategies for corporations to work with NGOs and the increased profits that flow from best practices. Following that we have two pieces by invitation. In **Basic principles of engagement**, Arian Ardie provides a series of bullet-point recommendations for companies to use that will help facilitate collaborative work between corporations and NGOs. Finally, we have reprinted excerpts from **Mining, modernisation and the politics of community development** that was written by Harriet Richards and was originally printed in the *Van Zorge Report* in May 2001. Drawing on her mining industry experience in Indonesia, Ms Richards puts forward some timely recommendations for corporate-NGO relations.

Also, **Research report review: *Doing Business in 2006*** is provided. The review looks at how the region fared in this recent World Bank report and a series of charts put together by the *Van Zorge Report* as well as some from the original report can be seen. While accurate on some points, we found that not all information in the report on Indonesia should be taken at face value.

As well, we present our usual features, **Intelligence**, which includes a report on the Salim Group and the ongoing investigation of the Bali bombings. **In Brief** looks at, among other things, a new tax system in Indonesia as well as how to obtain Tamiflu, which is used to fight Avian Flu. We hope that you find this issue to be useful and of interest to yourself and your colleagues. Please feel free to contact us here at the *Report* if you have any comments or suggestions; we are genuinely grateful for your feedback.

Editor's Note: In our last issue, the transcript of the talk given to The Executive Network by Sidney Jones titled "Bali II" was printed without her knowledge. The *Van Zorge Report* regrets this communication failure and any problems that stemmed from it.

FOR PRIVATE CIRCULATION ONLY: This document is intended only for subscribers to the *Van Zorge Report* and must not be distributed or reproduced in any form without express permission of the *Van Zorge Report*. The information contained in this document was gathered from sources that we believe to be reliable and correct. However, no warranty is made as the accuracy, completeness, or fairness of the information, opinions, or projections herein. Certain assertions made herein constitute forward-looking statements, which are by their nature subject to known and unknown risks, uncertainties, and other factors that may cause the actual outcome to be materially different. No liability whatsoever will be accepted for the fairness of the contents hereof by the *Van Zorge Report*, Van Zorge Heffernan & Associates, or any of their respective directors or employees.



THE EXECUTIVE NETWORK
Business Solutions for Business Leaders

You are viewing an excerpt from this issue of the Van Zorge Report.

If you are a subscriber, please log in and click on the issue link again to see the full content.

If you wish to subscribe, please click on the “Subscribe” link on the website for additional information.

Individual issues can also be purchased by request.
For more information, please email subscriptions@vzreport.com