ordering (given by  $\phi \leq \psi$  if and only if  $\phi(f) \leq \psi(f)$  for all  $f \in E_+$ ) under which  $E^\#$  is an order complete vector lattice. In particular, positive part, negative part and absolute value exist for any order bounded functional on E, the absolute value of  $\phi \in E^\#$  being given by

$$|\phi|(f) = \sup\{\phi(h): |h| \le f\}$$
 (f \in E\_\).

As a consequence, one has  $|\phi(f)| \le |\phi|(|f|)$  for all f in E whenever  $\phi$  is order bounded, and  $|\phi(f)| \le \phi(|f|)$  if and only if  $\phi$  is positive. An order bounded linear functional  $\phi$  is called order-continuous ( $\sigma$ -order-continuous) if both positive and negative part of  $\phi$  have the property that they transform any decreasing net (any decreasing sequence) with infimum 0 into a net (sequence) converging to 0 in  $\mathbb R$ . The order-continuous ( $\sigma$ -order-continuous) functionals form a band in E. In general, a vector lattice E need not admit any non-zero order-bounded linear functional. However, if E is a normed lattice, then any continuous functional is order-bounded, and if E is a Banach lattice then one has coincidence between E and E. Still, order-continuous functionals  $\pi$ 0 need not exist on a Banach lattice. Situations where every order-bounded functional is order-continuous will be briefly discussed in Section 5.

If E is a Banach lattice, then the dual norm on  $E' = E^\#$  is a lattice norm, hence E' is an order-complete Banach lattice under the natural norm and order. The evaluation map from E into the second dual E" is a lattice homomorphism (for the definition see Section 6) into the band of order-continuous functionals on E'. In particular, every dual Banach lattice E admits sufficiently many order-continuous functionals to separate the points of E.

## 4. AM- AND AL-SPACES

If the norm on a Banach lattice E satisfies

(M) 
$$\|\sup(f,g)\| = \sup(\|f\|,\|g\|)$$
 for f,  $g \in E_+$ 

then E is called an abstract M-space or an AM-space. If in addition the unit ball of E contains a largest element u, then u must be an order unit of E and E is then called an (AM)-space with unit. Condition (M) in E implies that in the dual of E one has

(L) 
$$|f + g| = |f| + |g|$$
 for f,  $g \ge 0$ .