

# CONTENTS

<i>Acknowledgments</i>	ix
Introduction: Governing Exchange	xi
Trading Goods and Bads	xi
Property and Liability	xviii

## **PART ONE: Property**

1 Property and Exchange	3
Rights and Objects	3
Locke and Bentham	9
Voluntary Exchange	15
2 Exchange and Efficiency	23
Coase Theorems	23
Posner's Corollary	29
Owning History	36
3 Property and Utility	44
Policing the Police Power	44
Erasing the Bright Red Line	50
Benthamites and Lockeans	55
Public Use	64
4 Property and Technology	70
The Competition of Technologies	70
Intellectual Goods	74
A Peculiar Property Right	79
The New Fair Use	87

## **PART TWO: Liability**

5 Externality	97
Externality and Efficiency	97
Markets for Goods	104
Markets for Bads	109

6	Tort Liability	119
	Cost Control	119
	Governing Bodies	124
	Efficient Torts	128
	Forms of Action	135
7	To Encourage the Others	142
	Pigovian Taxes	142
	Probability Scaling	148
	Internal Policing	153
8	Criminal Liability	159
	Retribution and Deterrence	159
	Torts and Crimes	166
	The Costs of Crimes	170
	Organized Vengeance	175
9	Crime and Punishment	180
	Efficient Crimes	180
	Pigovian Punishments	187
	Pricing Crimes	193
	A Certain Kind of Justice	200
10	Trials and Bargains	206
	Disappearing Trials	206
	Plea Bargaining	211
	Prisoners' Dilemmas	218
	An Essential Component	225
	<i>Afterword: The Exchange Order</i>	235
	<i>Bibliography</i>	245
	<i>Index</i>	251