

Contents

- 1 Introduction 1**
 - 1.1 Problem Statement 1
 - 1.2 Connection of Systems Dynamics, Economics and Demographics 2
 - 1.3 Aims of the Study 5
 - 1.4 Outline of the Study 7
 - 1.5 Conceptual Tools 9
 - 1.5.1 Causal Links 10
 - 1.5.2 Stocks and Flows 11
 - 1.5.3 Auxiliaries and Constants 11
 - 1.5.4 Feedback Loops 12
 - 1.5.5 Delays 13
 - 1.5.6 Causal-Loop-Diagram and Stock-Flow-Diagram 14
- 2 Demographic Determinants and Economic Impact 17**
 - 2.1 Introduction 17
 - 2.2 Effects on Population 18
 - 2.2.1 Fertility 19
 - 2.2.2 Mortality 31
 - 2.2.3 Migration 39
 - 2.2.4 Structure 47
 - 2.2.5 Summary and Conclusion 56
 - 2.3 Economic Effects 59
 - 2.3.1 Financial Sector 59
 - 2.3.2 Labor Market 65
 - 2.3.3 R&D Sector 73
 - 2.3.4 Other Effects 77
 - 2.3.5 Summary and Conclusion 82
 - 2.4 Chapter Summary 85

3 Neoclassical Growth Theories 87

3.1 Introduction 87

3.1.1 Stylized Facts and the Power of Growth 87

3.1.2 Short Overview 90

3.2 Exogenous Growth Model (Solow, 1956) 92

3.2.1 Assumptions 92

3.2.2 Structure 99

3.2.3 Dynamics 104

3.2.4 Policy Experiments 108

3.2.5 Augmentation 115

3.2.6 Discussion and Conclusion 122

3.3 Endogenous Growth Model (Romer, 1990) 122

3.3.1 Precursor of the Model 124

3.3.2 Assumptions 131

3.3.3 Structure 137

3.3.4 Dynamics 141

3.3.5 Policy Experiments 142

3.3.6 Discussion and Conclusion 144

3.4 Semi-Endogenous Growth Model (Jones, 1995) 145

3.4.1 Assumptions 146

3.4.2 Structure 151

3.4.3 Dynamics 156

3.4.4 Policy Experiments 158

3.4.5 Discussion and Conclusion 164

3.5 Chapter Summary 164

4 Demographic Growth Model 167

4.1 Introduction 167

4.2 Model Specifications 169

4.2.1 System Structure 169

4.2.2 Part “Population” 174

4.2.3 Part “Research & Development” 181

4.2.4 Part “Growth” 182

4.2.5 Part “Utility” 186

4.2.6 Initialization 190

4.2.7 Summary and Conclusion 191

4.3 Model Testing and Evaluation 191

4.3.1 Model Validation Tests 191

4.3.2 Test Run 1 “Stable Population” 195

4.3.3 Test Run 2 “Growing Population” 200

4.3.4 Summary and Conclusion 211

4.4 Chapter Summary 211

5 Scenario and Policy Analysis 215

5.1 Base Run 216

5.1.1 Description 216

5.1.2 Initialization 216

5.1.3 Results Population Sector 217

5.1.4 Results R&D Sector 222

5.1.5 Results Growth Sector 226

5.1.6 Results Utility Sector 230

5.1.7 Summary and Conclusion 232

5.2 Scenario 1 “Family Orientation” 232

5.2.1 Description 232

5.2.2 Initialization 232

5.2.3 Results Population Sector 234

5.2.4 Results R&D Sector 239

5.2.5 Results Growth Sector 239

5.2.6 Results Utility Sector 243

5.2.7 Summary and Conclusion 243

5.3 Scenario 2 “Education Orientation” 247

5.3.1 Description 247

5.3.2 Initialization 247

5.3.3 Results Population Sector 247

5.3.4 Results R&D Sector 252

5.3.5 Results Growth Sector 257

5.3.6 Results Utility Sector 257

5.3.7 Summary and Conclusion 262

5.4 Scenario 3 “Migration Orientation” 262

5.4.1 Description 262

5.4.2 Initialization 264

5.4.3 Results Population Sector 264

5.4.4 Results R&D Sector 270

5.4.5 Results Growth Sector 270

5.4.6 Results Utility Sector 277

5.4.7 Summary and Conclusion 277

5.5 Chapter Summary 277

6 Conclusion and Outlook 287

6.1 General Summary 287

6.2 Principles of Demographic Growth 290

6.3 Implications for Further Research 293

Zusammenfassung 297

Annex 303

References 325