Contents

List of Figures and Tables	X
Preface	xi
Introduction	3
ONE. The Nature of Political Economy	8
The Issues of Political Economy	11
The Importance of the Market	15
The Economic Consequences of a Market	18
Market Effects and Political Responses	21
Conclusion	24
two. Three Ideologies of Political Economy	25
The Liberal Perspective	26
The Nationalist Perspective	31
The Marxist Perspective	34
A Critique of the Perspectives	41
Three Challenges to a World Market Economy	54
Welfare Capitalism in a Non-Welfare International Capitalist World	60
Conclusion	64
THREE. The Dynamics of the International Political Economy	65
Contemporary Theories of the International Political Economy	65
The Political Economy of Structural Change	80
The Mechanisms of Structural Change	92
Structural Change and Economic Conflict	III
Conclusion	116
FOUR. International Money Matters	118
The Era of Specie Money	119
The Era of Political Money	122
The Classical Gold Standard (1870-1914)	123
The Interregnum between British and American Leadership	
(1914-1944)	127
The Bretton Woods System (1944-1976)	131
The Dollar and American Hegemony	134
The Non-System of Flexible Rates	142
The Issue of Policy Coordination	151
The Reagan Administration and Policy Coordination	154
	THE STATE OF

V11

The sandous Francisco Panish Linearing to sandous add the

The second section of the second section of

CONTENTS

The Prospects for Policy Coordination	160
Conclusion	168
FIVE. The Politics of International Trade	171
The Importance of Trade	171
The Liberal Theory of International Trade	172
The Nationalist Theory of International Trade	180
Free Trade versus Economic Protectionism	183
The GATT System	190
Emergent Trade Issues	199
New Trading Patterns	204
The Rapprochement of Liberal and Nationalist Theories	221
The Prospects for the Liberal Trade Regime	223
Conclusion	228
six. Multinational Corporations and International Production	231
The Nature of the Multinational	232
The Era of American Multinationals	238
The Multinationals and Home Countries	241
The Multinationals and Host Countries	245
The New Multinationalism	252
Conclusion	260
SEVEN. The Issue of Dependency and Economic Development	263
The Liberal Perspective on Economic Development	265
The Classical Marxist Perspective on Economic Development	270
The Underdevelopment Position	273
An Evaluation of LDC Strategies	290
The Process of Uneven Growth	301
Conclusion	303
EIGHT. The Political Economy of International Finance	306
Three Eras of International Finance	308
The Eurodollar Market	314
The Debt Problem in the 1980s	317
Japanese Subsidization of American Hegemony	328
The Nichibei Economy and Its Prospects	336
Conclusion	339
NINE. The Transformation of the Global Political Economy	341
	39
Structural Changes in the International Political Economy The Transition Problem	343
Conclusion	360
Conclusion	362

viii

CONTENTS

TEN. The Emergent International Economic Order	364
The Problem of Political Leadership	365
The Adjustment Problem	381
International Norms versus Domestic Autonomy	389
A Mixed System: Mercantilistic Competition, Economic	
Regionalism, and Sectoral Protectionism	394
Conclusion	406
Reference List	409
Index	437

the second of the same of the problem of the second the second of the second se

the state of the feet of the America and Constitution of the Const

THE RESIDENCE OF THE PROPERTY AND THE PROPERTY OF THE PROPERTY

The state of the s

The compared the accordance at the stagents on the toler of the stagents and

the property of the property o

the liver and the library than the second of the second second of the second second second second second second

Consideration and the company of the second consideration of the second contract of the second contract of the

Commence of the commence of th