

TABLE OF CONTENTS

		Page
Introduction	<i>Assaf Razin and Hans-Jürgen Vosgerau</i>	1
A. INFLATION, EXCHANGE RATES AND MACRO-ECONOMIC ADJUSTMENT IN THE GLOBAL ECONOMY		5
I. Central Bank Independence, Political Influence and Macroeconomic Performance: A Survey of Recent Developments	<i>Alex Cukierman</i>	7
II. Fiscal Balance During Inflation, Disinflation, and Immigration: Policy Lessons	<i>Assaf Razin and Efraim Sadka</i>	38
III. A New Breed of Exchange Rate Bands: Chile, Israel and Mexico	<i>Elhanan Helpman, Leo Leiderman and Gil Bufman</i>	77
IV. The International Transmission of Economic Shocks in a Three-Country World under Mixed Exchange Rates	<i>Nikolaus K.A. Läufer and Srinivasa Sundararajan</i>	136
B. TRADE AND TAX POLICIES IN THE GLOBAL ECONOMY		169
V. Trade Wars and Trade Talks	<i>Gene M. Grossman and Elhanan Helpman</i>	171
VI. Trade Liberalization, Privatization, and Restructuring Incentives	<i>Arye L. Hillman, Manuel Hinds, Branko Milanovic and Heinrich W. Ursprung</i>	215
VII. The Internationalisation of Economic Activity and Tariff Policy	<i>Albert G. Schweinberger and Hans-Jürgen Vosgerau</i>	244
VIII. Indirect Taxation in an Integrated Europe: Is There a Way of Avoiding Trade Distortions without Sacrificing National Tax Autonomy?	<i>Bernd Genser, Andreas Haufler and Peter Birch Sørensen</i>	263
<i>Addresses of the Authors</i>		295