BRIEF CONTENTS

Preface xi
Acronyms and Abbreviations xvii

PART 1 Introduction and Overview 1

Chapter 1 Introduction 2
Chapter 2 Managing the Global Economy Since World War II: The Institutional Framework 17

PART 2 Theoretical Perspectives 51

Chapter 3 The Realist Perspective 55
Chapter 4 The Liberal Perspective 77
Chapter 5 Critical Perspectives 103

PART 3 The Issue Areas 130

Chapter 6 International Monetary Relations 131
Chapter 7 Global Trade Relations 167
Chapter 8 Regionalism and the Global Trade Regime 209
Chapter 9 Multinational Corporations and Global Production 250
Chapter 10 International Development 296
Chapter 11 Foreign Debt and Financial Crises 341

PART 4 Concluding Comments 382

Chapter 12 Current Trends in the Global Political Economy 383

Glossary 409
Index 419
CONTENTS

Preface xi
Acronyms and Abbreviations xvii

Part 1 Introduction and Overview  1

Chapter 1 Introduction  2
What is International Political Economy?  2
The IPE Theoretical Perspectives  4
Purposes and Themes of this Book  5
Focus of this Book  11
Questions  13
Further Reading  13
Notes  14

Chapter 2 Managing the Global Economy Since World War II: The Institutional Framework  17
Global Economic Relations Before World War II  18
The Functions of the IMF, World Bank, and GATT  22
International Economic Organizations and the United Nations  23
Postwar Economic Institutions and the North  23
Postwar Economic Institutions and the South  31
Postwar Economic Institutions and the Centrally Planned Economies  38
Nonstate Actors  42
Conclusion  43
Questions  44
Further Reading  45
Notes  45

Part 2 Theoretical Perspectives  51

Chapter 3 The Realist Perspective  55
Basic Tenets of the Realist Perspective  56
The Mercantilists  58
Realism and the Industrial Revolution  58
Realism in the Interwar Period  59
Realism after World War II  60
The Revival of Realist IPE  60
Hegemonic Stability Theory and Debates over U.S. Hegemony  61
Realism and North–South Relations  68
Critique of the Realist Perspective  69
Questions  70
Further Reading  71
Notes  71

Chapter 4 The Liberal Perspective  77
Basic Tenets of the Liberal Perspective  77
Orthodox Liberalism  80
The Influence of John Maynard Keynes  81
Liberalism in the Postwar Period  82
A Return to Orthodox Liberalism  82
Liberalism and Institutions  84
Liberalism, Global Governance, and Regimes  89
Liberalism and Domestic–International Interactions  90
Liberalism and North–South Relations  92
Critique of the Liberal Perspective  94
Questions  96
Further Reading  96
Notes  97

Chapter 5 Critical Perspectives  103
Basic Tenets of Historical Materialism  103
Early Forms of Historical Materialism  106
Whither the Historical Materialist Perspective?  110
Constructivism  114
Feminism  116
Environmentalism  118
Critique of the Critical Perspectives  121
Questions  123
Further Reading  123
Notes  124

Part 3 The Issue Areas  130

Chapter 6 International Monetary Relations  131
The Balance of Payments  132
Government Response to a Balance-of-Payments Deficit  134
Chapter 7  Global Trade Relations  167

Trade Theory  168
Global Trade Relations Before World War II  172
GATT and the Postwar Global Trade Regime  173
Principles of the Global Trade Regime  174
Formation of the WTO  180
The WTO and the Global Trade Regime  184
The South and Global Trade Issues  185
The Transition Economies and Global Trade Relations  190
Civil Society and Global Trade Relations  195
Trade and the Environment  196
  Considering IPE Theory and Practice  199
  Questions  201
  Further Reading  201
  Notes  202

Chapter 8  Regionalism and the Global Trade Regime  209
Regionalism and the IPE Theoretical Perspectives  211
Regionalism and Globalization  212
A Historical Overview of RTAs  213
Explanations for the Rise of Regional Integration  214
Chapter 9  Multinational Corporations and Global Production  250
Definitions and Terminology  251
Why do Firms Become MNCs?  252
The Historical Development of FDI  254
MNC–Host Country Relations: Determinants and Effects of FDI  262
Host Country Policies Toward MNCs  265
MNC–Home Country Relations  269
A Regime for FDI: What is to be Regulated?  276
Bilateral Investment Treaties  277
United Nations  278
Regional Approaches: The EU and NAFTA  279
The GATT/WTO to the OECD and Back to the WTO  281
Private Actors  283
Considering IPE Theory and Practice  284
Questions  287
Further Reading  287
Notes  288

Chapter 10  International Development  296
IPE Perspectives and North–South Relations  298
Official Development Assistance  299
The World Bank Group  303
LDC Development Strategies  308
Import Substitution Industrialization  309
Socialist Development Strategies  312
Export-Led Growth  313
The Revival of Orthodox Liberalism  319
Another Shift in Development Strategy?  324