

Contents

<i>List of tables</i>	<i>page</i> ix
<i>List of figures</i>	x
<i>Preface</i>	xi
Introduction: economics and history 1	
To Utopia and back 2	
Macroeconomics and history 4	
Monetary regimes 7	
Rules versus discretion 8	
Laissez faire and monetary policy 10	
Nation states and the global economy 13	
Monetary theory and monetary practice 17	
1 Before the First World War (1900–1914) 23	
The world under the gold standard 23	
Laissez faire 28	
Hegemony and cooperation 34	
Neoclassical economics 38	
2 The First World War and after (1914–1925) 43	
Conflict and disorder 43	
Mobilisation and economic management 49	
The quest for peace and stability 55	
The interpretation of instability 60	
3 Crisis and depression (1925–1939) 66	
Failure of the market system 66	
New deals 74	
Striking off the fetters 81	
The origins of macroeconomics 87	

viii **Contents**

4	The Second World War and after (1939–1950)	95
	Repeating history?	95
	‘Never again’	101
	Bretton Woods and American hegemony	108
	The new economics	113
5	The golden age (1950–1965)	121
	A success story	121
	The visible hand	129
	Fixed, but adjustable	137
	Economics and politics in the golden age	142
6	Policy failure (1965–1980)	149
	Neither full employment nor price stability	149
	Disillusion with government	159
	Floating exchange rates	166
	The monetarist counter-revolution	172
7	Liberalisation (1980–1990)	179
	Disinflation	179
	Neo-liberals in power	186
	Policy coordination	193
	Market imperfections	200
8	Back to the beginning? (1990–1999)	207
	Full circle?	207
	The end of history?	214
	One market, one money	220
	The lessons of experience	227
	<i>References</i>	232
	<i>Index</i>	239