

Index

Banque de France (BdF)

Note: Page numbers followed by *f* indicate a figure on the corresponding page.

```
Agricultural Adjustment Act, 81
Alsop, Joseph, 93
American-French relations, 78-89, 101-3
Anglo-American relations, 78-89, 113-19,
     144-7, 180, 205, 212-13
Anglo-French relations, 51-3, 80, 139, 204-8
Auriol, Vincent, 120-1, 138-9
Austria, 60, 202, 212
Baldwin, Stanley, 35, 173
The Baltimore Sun, 176
Bank Charter Act (1844), 20
Bank for International Settlements (BIS),
    39-40, 134
Bank of England (BoE)
  Anglo-American relations, 87, 114-15,
  decline of monetary authority, 59-60
  EEA and, 64-5, 69-70, 211
  exchange rates, 144-7, 145f, 147t
  foreign exchange holdings, 43f,
    203-4
  FRBNY gold sales to, 87, 115
  Gold Scare and, 166, 168-70, 173,
  gold standard and, 10, 17-26, 29, 36
  increased workforce, 209
  management of sterling, 112-13, 219-24
  reciprocal convertibility, 137-8
  secret interventions by, 40-5, 44t
  Tripartite Agreement and, 148-55, 157,
     189-90, 240
Bank Rate, 42, 46, 60, 69-70
```

Acheson, Dean, 92-3

```
American-French relations, 80
  exchange rates, 190-1
  falling reserves, 104
  monetary cooperation, 101, 105-8, 112, 119,
    212
  purchase of sterling, 38-9
  reciprocal convertibility, 137-9
Beaverbrook, Lord, 49-50
Belgium, 7, 11, 140-1, 152-3, 249
Bewley, T.K., 113-14, 117, 171, 224
Blum, Léon, 108, 119-23, 126-7, 132-3, 191-3,
    202 - 3
Bolton, George, 67, 87, 107, 166, 211-12, 219,
    239, 251
Bonnet, Georges, 192-4, 196, 203-4
Brand, R.H., 172-3
Bretton Woods
  fundamental disequilibria in, 150
  informal agreements, 243-5
  international monetary policy through, 233
  introduction to, 9, 13
  Tripartite Agreement and, 234-40
Britain. See also Exchange Equalisation
    Account; post-gold standard Britain
  Anglo-American relations, 78-89, 113-19,
     144-7, 180, 205, 212-13
  Anglo-French relations, 139, 204-8
  Dollar Scare, 185-6
  gold reserves, 160f
  Gold Scare and, 158-66, 165f, 173-5
  gold standard and, 4, 28-32, 40-5
  management of the pound, 109-13
  monetary cooperation, 109-13
```



274 Index

Britain. (cont.) Daily Express, 49-50 monetary policymaking, 17-26 Daily Mail, 170 Tripartite Agreement and, 122-5, 127-9, Daladier, Édouard, 203, 207-8 deflation, 11-12, 25, 34-7, 41, 105, 114, 120 US currency devaluations, 78 war debt to US, 58 British need for, 149-50 British Library of Information, New York, 83 devaluation of, 78, 161 Butterworth, W. Walton, 113-14, 174, 200 gold discount on, 168-70 sterling exchange rates, 61-2, 61f, 81f, 159f, Canada, 30, 175 189-90, 214f Cariguel, Charles, 26, 39, 106-8, 190-1 universal convertibility of, 138 Cassel, Gustav, 170 Dollar Scare, 157-8, 181-6, 249-50 Chamberlain, Neville Dow Jones, 182 announcement of war, 230 brief history, 62-3 economic crisis in US, 78-89 death of, 239 economic nationalism, 15, 234 EEA and, 65, 82 The Economist, 49, 130, 140, 164, 168, 186, 188, franc management, 191-2 205, 213 Gold Scare and, 173 European Central Bank (ECB), 241, 243 gold standard and, 1-3, 26, 77 European Monetary System, 240-1 exchange control, 56, 133, 191-2 monetary cooperation, 102 sterling management, 83, 109 Exchange Equalisation Account (EEA) Tripartite Agreement and, 85-6, 123-4, Bank of England and, 64-5, 69-70, 211 126-7, 133, 135 cumulative gold gains, 148f, 195 Churchill, Winston, 35 Dollar Scare, 183 classical gold standard, 17-27, 22f. establishment of, 64-70 See also gold standard exchange rates and, 247 Clay, Henry, 77, 115, 166, 230 France and, 70-5 Cobbold, Cameron, 125, 137, 239 Gold Scare, 168, 171, 175-6 Cochran, H. Merle, 40, 138-41, 179, 206, 239 gold standard threats to, 88-9 Cole, G.D.H., 35 Great Depression and, 238 collapse of gold standard, 4-8, 30-2, holdings, 74f, 96 holdings/purchases, 162-4, 209-10, 216-17, 45 - 50commodity prices, 81, 84-5, 87, 182 217f, 247-8, 256-7, 257f communism, 103, 105, 108, 199, 229-30 increasing capital of, 82, 140 compensation demands, post-gold standard, management of sterling, 110-11, 218-19, 51, 53-8 221, 225-7, 230 competitive advantage, 5, 188, 237 overview of, 6, 10, 52-3 Crane, Jay, 101 praise for, 246 Cunliffe Committee, 33, 41 reaction functions, 253-6, 256t Currency and Bank Notes Act (1939), 226 Tripartite Agreement and, 145-8, 148f, 150, currency club, 171, 179, 198-202 158-9, 190 currency crisis in France, 2, 187-9, 202-8 US and, 70-5, 82-3 Currency (Defence) Act, 230 exchange intervention empirics, 253-7, 256t currency devaluations exchange intervention transparency, 240-2 dollar, 30, 78, 161 exchange rates franc, 11, 103-8, 115-17, 119-31, 249 armed conflict impact on, 30-2, 213-15 sterling, 60, 74, 88 Bank of England, 144-7, 145f, 147t currency fluctuations, 6 Banque de France, 190-1 currency war. See monetary antagonism/war EEA and, 247 franc, 189-98 Czechoslovakian crisis (1938), 136, 210, 227-8



Index 275

FRBNY and, 144–7, 145 <i>f</i>	France
reaction functions, 253-6, 256t	Anglo-French relations, 139, 204-8
stabilization of, 58, 98-100, 110-11	budget deficits, 187
sterling-dollar rate, 61-2, 61f, 81f, 98-100,	currency club and, 198-202
189–90, 213–15, 214 <i>f</i>	EEA and, 70-5
sterling-franc rate, 111, 148-55, 196f	Gold Scare and, 172
Tripartite Agreement and, 5, 14, 142–55, 143t	gold standard and, 4, 6, 31, 38-9, 41
during WWI, 33f	Great Depression impact on, 45-6
Exchange Stabilization Fund (ESF)	monetary cooperation, 103-8
creation of, 90–2, 248 French gold and, 105–8, 206	Popular Front coalition, 102, 108, 191, 203, 208
gold purchases, 106 Gold Scare, 168	Tripartite Agreement and, 122-5, 127-9, 148-50, 187-98
"key currency" program, 236	US currency devaluations, 78
management of, 94–5, 134	os currency devariations, 70
overview of, 6	George, David Lloyd, 174-5
Tripartite Agreement and, 150, 158-9	German-Soviet nonaggression pact (1939), 229–30
fascism, 5, 103, 119-20, 204	Germany, 7, 38, 46, 56, 60, 134
Federal Farm Board, 92	gold
Federal Reserve Bank of New York (FRBNY)	discount on dollar, 168-70
Dollar Scare, 184	EEA holdings/purchases, 71–5, 148f,
ESF and, 94–5	162–4, 195, 209–10, 216–17, 217 <i>f</i> ,
exchange rates, 144-7, 145f	247-8
gold sales to, 222	ESF and French gold, 206
gold standard and, 38-9, 47, 54, 74	FRBNY sales to BoE, 87, 115
management of sterling, 218-19	market price of, 59f, 89, 226
monetary cooperation, 80, 101, 106, 212	Russian sale of, 166-7
reciprocal convertibility, 140-1	value of sterling against,
selling gold to BoE, 87, 115	5–6, 22 <i>f</i> , 131
Tripartite Agreement and, 150-1, 153,	gold arbitrage, 32-40, 97
189-90	gold bloc, 55 <i>f</i> , 55, 104 <i>f</i>
Fiduciary Issue, 225-6	gold bullion, 19
Finance Act, 64-70, 72	gold clearing, 143-5, 145f
Financial News, 167	gold convertibility, 130-2, 142-55, 161, 194,
Financial Times, 50, 67, 130, 133, 167, 170, 176,	210, 247-8
182, 205, 208	gold discount on dollar, 168-70
First World War. See World War I	gold embargo, 130
Flandin, Pierre, 105	gold-exchange standard, 37
flight capital, 207	gold exports ban, 79-80
Foreign Exchange Club of New York, 94	Gold Reserve Act (1934), 89-95
Foreign Exchange Committee, 60, 63, 67	Gold Scare
foreign exchange markets, 47, 54-5, 70-5, 88	excessive gold inflows, 149
Fournier, Pierre, 137	introduction to, 156-8
franc	overview of, 166-81, 169f, 177f
British purchase of, 203-4	Tripartite Agreement impact, 158-66,
currency crisis, 2, 187–9, 202–8	249–50
devaluation of, 11, 103-8, 115-17, 119-31, 249	gold standard. See also post-gold standard
exchange rates, 189-98	Britain
management of, 112-13	artificial stability of, 131
sterling exchange rates, 111, 148–55, 196 <i>f</i>	Bank of England and, 10, 17–26, 29, 36, 40–5
	3



276 Index

gold standard. (cont.)	International Monetary Fund (IMF), 233, 235-8
Britain and, 4, 28–32, 40–5	interwar gold standard, 17–27, 22f
Canada and, 30	Italy, 7
classical gold standard, 17–27, 22f	
collapse of, 4-8, 30-2, 45-50	Japan, 7, 199–200
drafting of Tripartite Agreement and, 122–5 EEA and, 88–9	Johnson Act (1934), 96
foreign exchange markets and, 47, 54-5,	"key currency" program, 236
70–5, 88	Keynes, John Maynard, 26, 35, 50, 64, 89, 170
France and, 4, 6, 31, 38-9, 41	221, 235
FRBNY and, 38-9, 47, 54, 74	Kinter, Robert, 93
Great Depression and, 10–12, 17–18, 29, 160 interwar gold standard, 17–27, 22 <i>f</i>	Knoke, L. Werner, 219–20, 239
Morgenthau, Henry, Jr., 1-3, 7, 27, 84, 87	Labeyrie, Émile, 119, 196
overview of, 4–8	L'Agence économique et financière, 132
Phillips, Frederick, 26, 74	Lamont, Thomas, 167
reestablishment of, 29, 59-60, 200-2	Le Matin, 104
Roosevelt, Franklin, 1-2, 52-3	Leffingwell, Russell, 49
Siepmann, Harry, 26, 28–9, 39, 47, 54, 58, 65, 76	Leith-Ross, Frederick, 8, 26, 51, 81–3, 99, 136, 202, 239
United States and, 21, 31, 41	Lindsay, Ronald, 91, 114
Gold Standard Act (1925), 36	Lippmann, Walter, 133
Gold Standard (Amendment) Act (1931), 48,	liquidity swap lines, 242-3
59	Lochhead, Archie, 94, 226, 248
Great Depression	long-term capital flows, 25
global impact of, 45-6	
gold standard and, 10-12, 17-18, 29, 160	MacDonald, Ramsay, 41, 46, 48, 62,
introduction to, 2, 5	81–2, 86
Roosevelt's monetary program and, 78-89	market price of gold, 59f, 75, 89, 226 monetary antagonism/war. See also gold
Harvey, Ernest, 48, 83	standard; post-gold standard Britain
Hitler, Adolf, 103-4, 120, 157, 204, 212, 227-8	impact of, 12-13
Hoover, Herbert, 46, 54	Phillips, Frederick, 125
Hopkins, Richard, 67-8, 88, 125, 239	policymaking in Britain, 17–26 Roosevelt, Franklin, 76–8, 97–8
Imperial Economic Conference (1932), 56	monetary cooperation
import restrictions, 56	Anglo-American relations, 113–19
industrial production, 5, 78, 182	breakdown of, 29
inflation	Britain and, 109-13
favoring of, 64, 69, 81, 163	diplomacy, 79, 182, 208
fears of inflationary boom, 164	France and, 103–8
franc movement and, 188	impact of, 2-3, 10, 12
gold standard and, 31-2, 60, 165	negotiations of, 101–3
guarding against, 170	Phillips, Frederick, 99
hyperinflation in Germany, 38, 56	pre-Tripartite Agreement, 119–29
interest rate adjustments, 241	under Tripartite Agreement, 210–18
informal agreements, 243–5	moneyed aristocracy, 119
International Court of Justice, 53	Mönick, Emmanuel, 92, 99, 120–2, 126, 213,
international economic/monetary policy. See	239
monetary cooperation	Monnet, Jean, 207
International Gold Fund plan, 238	Moret, Clément, 49, 51
1 '	



Index 277

Morgenthau, Henry, Jr. post-gold standard Britain. See also Exchange Anglo-American relations, 113-19, 205, Equalisation Account 212-13 compensation demands, 51, 53-8 Anglo-French relations, 204-8 early months of, 58-63 criticism of, 135 economic impact of, 95-100 currency club expansion, 199-200 Finance Act, 64-70 Dollar Scare and, 182-3 global impact of, 53-8 exchange rate stabilization and, introduction to, 51-3 58, 98-100 pound sterling. See sterling Gold Reserve Act, 91-5 price competitiveness, 23 Gold Scare and, 163-4, 171, 173-6, private arbitrage, 25 private dollar loans, 32 gold standard and, 1-3, 7, 27, 84, 87 Prohibition era, 101 monetary antagonism and, 76-8, 97-8 monetary cooperation, 101-3 reaction functions, 253-6, 256t recessions, 14, 157-8, 165, 180-6 post-gold standard Britain, 96 pre-Tripartite Agreement, 119-29 reciprocal convertibility, 130-2, 137-42 purchase of francs, 106-7 reflation, 64, 105 sterling currency crisis and, 217-19, 226, Reynaud, Paul, 207-8 229-30 Roosevelt, Franklin Tripartite Agreement and, 138-41, 159-60, Anglo-American relations, 114-16 188-9, 192, 202-8, 230-1 denunciation of World Economic multilateral system, 13, 240 Conference, 248 Mussolini, Benito, 204-5 Dollar Scare and, 182-3 Gold Reserve Act, 89-95 N. M. Rothschild and Sons, 71 Gold Scare and, 163, 167-8 Napoleonic Wars, 18, 25 gold standard and, 1-2, 52-3 Nathan, Harry, 47-8 monetary antagonism of, 76-8, 97-8 National Bank of Belgium, 152-3 sterling currency crisis, 216 Nazi Party, 56, 134 Tripartite Agreement and, 127, 237 Netherlands, 7, 11, 53-4, 130, 141-2, 249 US economic crisis, 78-89 Netherlands Bank, 53, 104 Rooth, Ivar, 198 New York Herald Tribune, 83, 135 routine collaboration, 242-3 The New York Times, 3, 101, 130, 170, 248 Russia, 7, 166-7, 199-200 Niemeyer, Otto, 49, 57-8 Russian State Bank, 134 Norman, Montagu, 26, 34-5, 38, 59-60, 87, 109-10, 188-9, 250-1 Schacht, Hjalmar, 134 Schuster, George, 96 Second World War. See World War II paper currency, 19 Phillips, Frederick Siepmann, Harry death of, 239 Dollar Scare, 183-6 EEA and, 64 EEA and, 247 franc management, 196-7, 206-7 franc management, 112-13, 191, 196 gold bloc and, 97 Gold Scare and, 178-9 Gold Scare and, 158, 172 gold standard and, 26, 28-9, 39, 47, 54, 58, gold standard and, 26, 74 65, 76 monetary antagonism, 125 reciprocal convertibility, 138-9 sterling management, 223, 228 monetary cooperation, 99 sterling management, 224 Tripartite Agreement and, 142, 151, 157, politicization of Bank Rate, 42 215, 239 Popular Front coalition, 102, 108, 191, 203, 208 Simon, John, 174-6, 193-5, 197, 203-4, 246



278 Index

social classes, 124	interpretation of, 203-4
South Africa, 25	Italy and, 7
Sprague, Oliver, 111, 167	Japan and, 7, 199-200
Sproul, Allan, 119, 142, 184, 239	legacy of, 233-45
sterling	monetary cooperation, 103, 119-29
armed conflict impact on, 213-15	Morgenthau, Henry, Jr., 138-41, 159-60,
currency crisis, 209-18, 224-32	188-9, 192, 202-8, 230-1
dollar exchange rates, 61-2, 61f, 81f, 159f,	negotiations for, 121
189–90, 214 <i>f</i>	Netherlands and, 7, 249
franc exchange rates, 111, 148-55, 196f	reciprocal convertibility, 130-2, 137-55
gold value of, 5-6, 22f, 131	Roosevelt, Franklin, 127, 237
management of, 109-13, 218-24, 222f	routine collaboration, 242-3
Sterling Area, 57	Russia and, 7, 199
Strong, Benjamin, 38	Siepmann, Harry, 142, 151, 157, 215, 239
Sveriges Riksbank, 198	summary of, 246–51
Swiss National Bank, 104	Switzerland and, 7, 249
Switzerland	text of British statement on, 261-2
currency devaluation, 11, 130	United States and, 122-5, 127-9, 142-55
Gold Scare and, 176–7, 177f, 179	
reciprocal convertibility, 141	United States (US). See also dollar
Tripartite Agreement, 7, 249	Anglo-American relations, 113-19, 144-7, 180
1	British war debt to, 58, 96
Thomas Amendment, 81	currency devaluation, 11, 78
The Times of London, 133, 137, 170, 172–3	Dollar Scare, 157–8, 181–6, 249–50
totalitarianism, 13, 56–7, 189	economic crisis in, 78–89
trade restrictions, 133, 136	EEA and, 70–5, 82–3
Treaty of Versailles, 103–4	gold reserves, 95
Trip, L.J., 53	Gold Scare and, 158–66, 165 <i>f</i> , 173–5, 178–81
Tripartite Agreement (1936)	gold standard and, 21, 31, 41
Belgium and, 7, 152–3, 249	industrial production, 5
Bretton Woods and, 234–40	post-gold standard impact, 54
Britain and, 122–5, 127–9, 142–55	private dollar loans from, 32
Chamberlain, Neville, 85–6, 123–4, 126–7,	recession in, 181–6
133, 135	
criticism of, 13, 200–2, 250	sterling currency crisis and, 216 Tripartite Agreement and, 122–5, 127–9,
currency club, 171, 179, 198–202	142–55
drafting of, 122–5, 127–9	US Supreme Court, 97, 105
early days of, 132–7	US Federal Reserve, 26, 39–40
EEA and, 69, 145–8, 148 <i>f</i> , 150, 158–9, 190	US Treasury, 92, 167, 173, 183, 241
ESF and, 150, 158–9	03 11casury, 72, 107, 173, 103, 241
establishment and impact of, 1–4, 6–9, 13–16	van Zeeland, Paul, 200-2
exchange intervention transparency, 153–4,	Vandenberg, Arthur, 164
240–2	_
_	Vanderlip, Frank, 68
exchange rates, 5, 14, 142–55, 143 <i>t</i>	Vissering, Gerard, 53
France and, 122–5, 127–9, 148–50, 187–98	Malar Cigianum d "Cigi" 67 06 110 126 140
FRBNY and, 150–1, 153, 189–90	Waley, Sigismund "Sigi," 67, 96, 110, 136, 140,
Germany and, 7, 134	174
global impact of, 142–55, 240–5	The Wall Street Journal, 34, 133
informal agreements and, 243–5	war debt, 58, 86
international economic/monetary policy	Warburg, James, 133
under, 142-55, 210-18	Warren, George F., 84



Index 279

White, Harry Dexter, 98–9, 216, 235
Williams, John, 236
Woodin, William, 84, 92–3
World Bank, 233, 235
World Economic Conference (1933), 80, 83–4, 88, 110, 210–11, 248
world gold production, 37f
World War I. See also post-gold standard
Britain
bond conversion of, 69

currency devaluations after, 104–5 gold arbitrage during, 32 gold standard after, 10, 79–80 gold standard before, 17
World War II
German-Soviet nonaggression pact, 229–30
Hitler, Adolf, 103–4, 204, 212, 227–8 international monetary system before, 4 outbreak of, 233–45 sterling currency crisis and, 209–11