

THE DRIVING FORCE OF THE MARKET

Essays in Austrian economics

Israel M. Kirzner



London and New York

CONTENTS

| | |
|---|-----|
| <i>Preface</i> | ix |
| <i>Acknowledgments</i> | xi |
| | |
| PART I | |
| The character of Austrian economics | 1 |
| 1 Entrepreneurial discovery and the competitive market process: an Austrian approach | 3 |
| 2 The subjectivism of Austrian economics | 41' |
| 3 Subjectivism, freedom and economic law | 54 |
| | |
| PART II | |
| The market process: some normative perspectives | 75 |
| 4 The limits of the market: the real and the imagined | 77 |
| 5 The ethics of competition | 88 |
| 6 The nature of profits: some economic insights and their ethical implications | 103 |
| 7 Coordination as a criterion for economic "goodness" | 132 |

CONTENTS

PART III

| | |
|---|-----|
| Studies in the Mises-Hayek legacy | 149 |
| 8 Reflections on the Misesian legacy in economics | 151 |
| 9 Mises and his understanding of the capitalist system | 165 |
| 10 Hedgehog or fox? Hayek and the idea of plan-coordination | 180 |

PART IV

| | |
|--|-----|
| Studies in the theory of competition and entrepreneurship | 203 |
| 11 Competition and the market process: some doctrinal milestones | 205 |
| 12 The driving force of the market: the idea of "competition" in contemporary economic theory and in the Austrian theory of the market process | 222 |
| 13 Creativity and/or alertness: a reconsideration of the Schumpeterian entrepreneur | 239 |
| 14 Rationality, entrepreneurship, and economic "imperialism" | 258 |

APPENDICES

| | |
|--------------------------|-----|
| Three obituaries | 273 |
| 1 Ludwig von Mises | 275 |
| 2 Friedrich A. von Hayek | 278 |
| 3 Ludwig M. Lachmann | 286 |
| <i>Index</i> | 290 |