

# Growth and Economic Development

Essays in Honour of A.P. Thirlwall

*Edited by*

**Philip Arestis**

*University Director of Research, Cambridge Centre for  
Economic and Public Policy, Department of Land Economy,  
University of Cambridge, UK*

**John McCombie**

*Director, Cambridge Centre for Economic and Public Policy,  
Department of Land Economy, University of Cambridge and  
Fellow in Economics, Downing College, Cambridge, UK*

and

**Roger Vickerman**

*Jean Monnet Professor of European Economics, University of  
Kent, Canterbury, UK*

**Edward Elgar**

Cheltenham, UK • Northampton, MA, USA

# Contents

<i>About the contributors</i>	vii
Introduction <i>Philip Arestis and John McCombie</i>	1
A.P. Thirlwall: The Kent Years <i>Roger Vickerman</i>	13
i	
1 The Implications of Thirlwall's Law for Africa's Development Challenges <i>Mohammed Nureldin Hussain</i>	21
2 Thirlwall's Law and Palley's Pitfalls: A Reconsideration <i>Mark Setterfield</i>	47
3 On Specifying the Demand for Imports in Macroeconomic Models <i>G.C. Harcoun</i>	60
4 Keynes, Post Keynesian Analysis, and the Open Economies of the Twenty-first Century <i>Paul Davidson</i>	68
5 Cycles, Aggregate Demand, and Growth <i>Miguel A. Leon-Ledesma</i>	82
6 Modelling Historical Growth: A Contribution to the Debate <i>Mark Roberts</i>	96
7 Endogenous Growth Theory: A Partial Critique <i>Philip Arestis and Malcolm Sawyer</i>	116
8 The Nature of Economic Growth and the Neoclassical Approach: More Questions than Answers? <i>John McCombie</i>	135

9	On the Core of Macroeconomic Theory <i>John Cornwall</i>	162
10	The Crisis of the Stability Pact and a Proposal <i>Roberto Tamborini and Ferdinando Targetti</i>	180
11	Narrowing the Options: The Macroeconomic and Financial Framework for EU Enlargement <i>Heather Gibson and Euclid Tsakalotos</i>	191
12	Competition and Competition Policy in Emerging Markets: International and Developmental Dimensions <i>Ajit Singh</i>	207
13	Models of Saving, Income and the Macroeconomics of Developing Countries in the Post-Keynesian Tradition <i>Valpy Fitz.Gerald</i>	247
14	The Influence of Keynes on Development Economics <i>John Toye</i>	264
	<i>Index</i>	281