

Issues in Contemporary Economics

Proceedings of the Ninth World Congress of the
International Economic Association, Athens, Greece
Congress Editor: Amartya Sen

Volume 2
MACROECONOMICS AND ECONOMETRICS

Edited by
Marc Nerlove



M in association with the
INTERNATIONAL ECONOMIC
ASSOCIATION
MACMILLAN

Contents

<i>Preface by Amartya Sen</i>	vii
<i>The International Economic Association</i>	xi
<i>Acknowledgements</i>	xiii
<i>IEA Programme Committee</i>	xiv
<i>Local Organising Committee and Local Advisory Board</i>	xv
<i>List of Contributors and Section Leaders</i>	xvi
<i>Abbreviations and Acronyms</i>	xviii
Introduction <i>Marc Nerlove</i>	xxi

PART I MACROECONOMIC ASPECTS OF UNEMPLOYMENT

1 Should Keynesian Economics Dispense with the Phillips Curve? <i>Lawrence H. Summers</i>	3
2 Testing Keynesian Unemployment Theory against Structuralist Theory: Global Evidence of the Past Two Decades <i>Edmund S. Phelps</i>	21
3 Unemployment through 'Learning from Experience' <i>Steve Alpern and Dennis J. Snower</i>	42
4 Unemployment and Labour Market Imperfections <i>Assar Lindbeck</i>	75
5 Two Tools for Analysing Unemployment <i>Olivier Jean Blanchard</i>	102

- 6 The Potential Duration of Unemployment Benefits and the Duration of Unemployment**
Lawrence F. Katz and Bruce D. Meyer 128

PART II ECONOMICS OF INTEGRATION

- 7 The European Monetary System Ten Years on: The System's Architecture, Problems and Perspectives**
Rainer S. Masera 159
- 8 European Integration and Regional Development Policy in Portugal**
Manuel C. L. Porto 183

PART III ECONOMETRICS

- 9 The Interplay of Theory and Data in the Study of International Trade**
Edward E. Leamer 213
- 10 Price Elasticities from Survey Data: Extensions and Indonesian Results**
Angus Deaton 253
- 11 Family Labour Supply Decisions in Rural Peru**
Paul J. Gertler and John L. Newman 284
- 12 Survey Data on Expectations: What Have We Learnt?**
G. S. Maddala 319