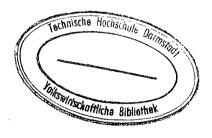
## Reform, Recovery, and Growth

Latin America and the Middle East

Edited by

Rudiger Dornbusch and Sebastian Edwards





The University of Chicago Press

Chicago and London

## Contents

	Preface	ix
	Introduction Rudiger Dornbusch and Sebastian Edwards	1
I.	Trade Policy, Foreign Investment, and Privatization	
	<ol> <li>Trade Policy, Exchange Rates, and Growth Sebastian Edwards Comment: Miguel A. Savastano</li> </ol>	13
	2. Are Economic Crises Necessary for Trade Liberalization and Fiscal Reform? The Mexican Experience Aaron Tornell Comment: Kenneth A. Froot	53
IJ.	Political Economy of Reform	
	3. Macroeconomic Instability and Social Progress Mauricio Cárdenas and Miguel Urrutia	79
	4. Continuity, Change, and the Political Economy of Transition in Chile 1 Raúl Labán and Felipe Larraín	15

III.s	COUNTRY EXPE	RIENCES	
	5.	Inflation and Unemployment as Determinants of Inequality in Brazil: The 1980s Eliana Cardoso, Ricardo Paes de Barros, and Andre Urani Comment: Rubens Ricupero	151
	6.	Israel's Stabilization: Some Important Policy Lessons Gil Bufman and Leonardo Leiderman Comment (on chaps. 5 and 6): José De Gregorio	177
	7.	Progress Report on Argentina Rudiger Dornbusch	223
	8.	Bolivia: From Stabilization to What? Federico A. Sturzenegger Comment (on chaps. 7 and 8): Jacques Trigo-Loub Comment (on chaps. 7 and 8): John Williamson	239 oière
IV.	DEREGULATION	and Tax Reform	
	9.	Tax Lore for Budding Reformers Arnold C. Harberger	291
	10.	Deregulation as a Source of Growth in Mexico Arturo M. Fernández Comment (on chaps. 9 and 10): Jonathan Gruber Comment (on chap. 10): Andrés Velasco	311
V.	How to Stabili	ZE	
	11.	Partial Adjustment and Growth in the 1980s in Turkey Anne O. Krueger	343
	12.	Stopping Three Big Inflations: Argentina, Brazil, and Peru Miguel A. Kiguel and Nissan Liviatan Comment (on chaps. 11 and 12): William R. Cline Comment (on chaps. 11 and 12): Holger C. Wolf	369
		Contributors	415
		Author Index	417

Subject Index

421