## Britain, Europe and EMU

## Walter Eltis

Emeritus Fellow Exeter College Oxford, and Visiting Professor University of Reading

2





## Contents

Lisi	t of Figures	vi
Lis	of Tables	viii
Inti	roduction	ix
Ack	Acknowledgements	
Paı	rt I Britain	
1	Public Expenditure and the British Economy ( <i>with Robert Bacon</i> )	3
2	The Key to Higher British Living Standards	29
3	Closing the British Competitiveness Gap (with David Higham)	52
4	The Political Economy of British Foreign Direct Investment	73
Par	rt II Europe	
5	Europe's Unemployment Crisis	101
6	The IT Revolution and European Employment	131
7	The Lessons for Britain and for Europe from the Success of German Counter-inflation Policy	155
Paı	rt III EMU	
8	The Creation and Destruction of EMU	171
9	Further Considerations on EMU: It will Create Instability and Destroy Employment	184
Par	rt IV Historical Lessons	
10	John Locke and the Establishment of a Sound Currency	209
11	Debt, Deficits and Default	234
12	France's Free Market Reforms in 1774–6 and Russia's in the 1990s: The Immediate Relevance of the Abbé de	
	Condillac's Analysis	253
'	erences	271
Ind	ex	280