

THE GENERALISATION
OF THE
GENERAL THEORY

AND OTHER ESSAYS

BY

JOAN ROBINSON

M

CONTENTS

PREFACE	vii
INTRODUCTION	ix
THE GENERALISATION OF THE GENERAL THEORY	1
1. Introduction	3
2. Definitions and Assumptions	5
3. The Rate of Interest as a Regulator	7
4. What is the Bottleneck?	11
I. Full Employment and Full Capacity	11
II. Finance	14
III. Land	21
IV. Capital Equipment	22
5. A Developing Economy	24
I. A Model of Steady Accumulation	24
II. Characteristics of the Model	30
6. Vicissitudes of a Developing Economy	32
I. Thriftiness	32
II. The Supply of Labour	38
III. The Supply of Land	45
IV. The Supply of Finance	52
V. The Rate of Interest	54
VI. Other Vicissitudes	55
7. Fossils	58
8. Instability	60
I. The End of a Boom	60
II. A Scarcity of Labour	69
III. Boom and Trend	71
IV. The End of a Slump	73
NOTES ON THE ECONOMICS OF TECHNICAL PROGRESS	77
1. Introduction	79
2. The Impact of an Innovation	80

CONTENTS

3. Definitions	82
4. Categories of Innovations	86
5. Real Wages	89
6. Relative Shares	94
7. The Influence of Factor Prices	97
8. Investment Opportunities	102
9. Changes in the Capital Ratio	106
10. Differences in the Capital Ratio	109
ACKNOWLEDGEMENTS AND DISCLAIMERS	113
1. Marx	115
2. Marshall	120
3. Rosa Luxemburg	126
4. Contemporaries	129
I. Kalecki	129
II. Harrod	129
III. The Acceleration Principle	131
IV. General	134
THE RATE OF INTEREST	135
1. Introduction	137
2. The Structure of the Market	139
3. Changes in the Quantity of Money and in Expectations	145
4. An Increase in the Rate of Investment	154
5. An Increase in Thriftiness	158
6. A Cheap Money Policy	162
<i>Index of References</i>	165
<i>General Index</i>	169