

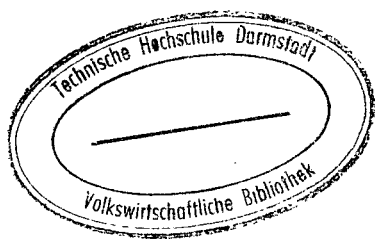
Collected Works of
MICHAŁ KALECKI

VOLUME I
CAPITALISM

Business Cycles and
Full Employment

Edited by
JERZY OSIATYŃSKI

Translated by
CHESTER ADAM KISIEL



CLARENDON PRESS · OXFORD

-- 1990

Contents

List of Tables	x
Lists of Abbreviations and Polish Journals	xii
Editor's Note	xiii
Editor's Note to the English Edition	xv
Introduction	1

PART 1

First Theoretical Studies	13
On Activating the Balance of Trade	15
Influence of a Reduction in the Prices of Industrial Consumer Goods on the Course of the Business Cycle	21
Consequences of Dumping	26

PART 2

Towards the Theory of Business Cycles	35
The World Financial Crisis	37
Reduction of Wages during Crisis	41
Mr Keynes's Predictions	45
Is a 'Capitalist' Overcoming of the Crisis Possible?	48
'New' Industries and the Overcoming of a Crisis	54
The Influence of Cartelization on the Business Cycle	56
On the Papen Plan	60

PART 3

Outline of the Business Cycle Theory	63
<i>Essay on the Business Cycle Theory</i>	65

'Critical Remarks on one of the Mathematical Theories of the Business Cycle' by Aleksander Rajchman: A Rejoinder	109
A Macro-dynamic Theory of Business Cycles	120
Comments on the Macro-dynamic Theory of Business Cycles	139

PART 4

The Mechanism of the Business Upswing	145
The Business Cycle and Inflation	147
Stimulating the World Business Upswing	156
On Foreign Trade and 'Domestic Exports'	165
The Business Cycle and Welfare	174
The Business Cycle and Armaments	182
The Essence of the Business Upswing	188
The Business Upswing and the Balance of Payments	195
Three Systems	201

PART 5

Confrontation with the Keynesian Theory	221
Some remarks on Keynes's Theory	223
<i>Essays in the Theory of Economic Fluctuations</i>	233
A Theory of Commodity, Income, and Capital Taxation	319
The Lesson of the Blum Experiment	326
Professor Pigou on 'The Classical Stationary State': A Comment	342

PART 6

Full Employment	345
Political Aspects of Full Employment	347
Three Ways to Full Employment	357
Full Employment by Stimulating Private Investment?	377
The Maintenance of Full Employment after the Transition Period:—A Comparison of the Problem in the USA and the UK	387

A Comment on 'Monetary Policy'	402
Multilateralism and Full Employment	409
A Note on Long-Run Unemployment	417
Editorial Notes and Annexes	421
Annex 1. R. Frisch, H. Holme, 'The Characteristic Solutions of a Mixed Difference and Differential Equation Occurring in Economic Dynamics'	447
Annex 2. J. Tinbergen, 'Annual Survey: Suggestions on Quantitative Business Cycle Theory' (excerpt)	461
Annex 3. Rejoinder [to A. M. Neuman]	492
Annex 4. A Theory of the Business Cycle	529
Annex 5. The Maintenance of Full Employment after the Transition Period: A Rejoinder to Mr Woytinsky's Note	585
Index of Names	595
Index of Subjects	599