CONTENTS

Preface ix
About the Editors xi

Introduction: International Politics and International Economics 1

I CONTENDING PERSPECTIVES ON INTERNATIONAL POLITICAL ECONOMY 21

- 1 State Power and the Structure of International Trade 23 STEPHEN D. KRASNER
- **2** The Political Economy of the Smoot-Hawley Tariff 42 BARRY EICHENGREEN
- 3 History Lessons: Institutions, Factor Endowments, and Paths of Development in the New World 53
 KENNETH L. SOKOLOFF AND STANLEY L. ENGERMAN
- **4** Globalization of the Economy 63 JEFFREY A. FRANKEL

HISTORICAL PERSPECTIVES 83

- **5** Free Trade: The Repeal of the Corn Laws 87 CHERYL SCHONHARDT-BAILEY
- 6 International Trade, Domestic Coalitions, and Liberty: Comparative Responses to the Crisis of 1873–1896 98 PETER ALEXIS GOUREVITCH
- 7 International Investment and Colonial Control: A New Interpretation 119 JEFFRY A. FRIEDEN
- **8** British and American Hegemony Compared: Lessons for the Current Era of Decline 139 DAVID A. LAKE

PRODUCTION 153

- **9** The Multinational Enterprise as an Economic Organization 157 RICHARD E. CAVES
- 10 Third World Governments and Multinational Corporations: Dynamics of Host's Bargaining Power 169 SHAH M. TARZI
- Competing for Capital: The Diffusion of Bilateral InvestmentTreaties 180ZACHARY ELKINS, ANDREW T. GUZMAN, AND BETH A. SIMMONS
- 12 Globalization and Policy Convergence 200 DANIEL W. DREZNER

MONEY AND FINANCE 217

- 13 The Domestic Politics of International Monetary Order:
 The Gold Standard 223
 J. LAWRENCE BROZ
- 14 Hegemonic Stability Theories of the International Monetary System 246BARRY EICHENGREEN
- The Triad and the Unholy Trinity: Problems of International Monetary Cooperation 273BENJAMIN J. COHEN
- **16** Globalization and Exchange Rate Policy 286 JEFFRY A. FRIEDEN
- Divided Opinion, Common Currency: The Political Economy of Public Support for EMU 297
 MATTHEW GABEL
- 18 Financial Globalization: Gain and Pain for Developing Countries 314SERGIO L. SCHMUKLER

TRADE 337 ADITIONAL POLITICA TO STATE THE TRADE

- 19 The Controversy over Free Trade: The Gap between Economists and the General Public 341

 CLETUS C. COUGHLIN
- 20 Commerce and Coalitions: How Trade Affects Domestic Political Alignments 365 RONALD ROGOWSKI
- 21 The Political Economy of Trading States: Factor Specificity, Collective Action Problems, and Domestic Political Institutions 376
 JAMES E. ALT AND MICHAEL GILLIGAN
- **22** Are Your Wages Set in Beijing? 393 RICHARD B. FREEMAN
- What You Should Know about Globalization and the World TradeOrganization 404ALAN V. DEARDORFF AND ROBERT M. STERN
- 24 The Institutional Roots of American Trade Policy: Politics, Coalitions, and International Trade 422 MICHAEL BAILEY, JUDITH GOLDSTEIN, AND BARRY R. WEINGAST

ECONOMIES IN DEVELOPMENT 443

- **25** Globalization, Poverty, and Inequality since 1980 447 DAVID DOLLAR
- 26 Root Causes: A Historical Approach to Assessing the Role of Institutions in Economic Development 468
 DARON ACEMOGLU
- **27** Globalization and Inequality, Past and Present 474 JEFFREY G. WILLIAMSON
- The Political Economy of Trade Policy Reform: Lessons from Developing Countries 486RAZEEN SALLY

CURRENT PROBLEMS IN INTERNATIONAL POLITICAL ECONOMY 505

- **29** Globalization and the Environment 507
- **30** A New Deal for Globalization 536
 KENNETH F. SCHEVE AND MATTHEW J. SLAUGHTER
- 31 How to Save Globalization from Its Cheerleaders 546 DANI RODRIK
- **32** The Quiet Coup 567 SIMON JOHNSON

Acknowledgments 583