

Contents

<i>List of figures</i>	ix
<i>List of boxes</i>	xii
<i>List of tables</i>	xiii
<i>Preface</i>	xiv
<i>Acknowledgements</i>	xvii
PART I	
The environment and the economy	1
1 The environment and economics	3
2 The economic system revised	14
PART II	
Microeconomics and the environment	29
3 The market model and its failure	31
4 Public goods and externalities	44
5 Economics of renewable and non-renewable resources	55
6 Economics of non-renewable resources with renewable services	78
7 Consumer demand and the environment	90
8 Production, costs, supply, and environmental capital	105
9 Market organisation and the environment	125

PART III**Macroeconomics and the environment** 135

- 10 Some important concepts in macroeconomics 137
- 11 Environmental capital: investment and depreciation 151
- 12 Environmental macroeconomics: short-run analysis I 164
- 13 Environmental macroeconomics: short-run analysis II 180
- 14 Environmental macroeconomics: long-run analysis 197
- 15 International trade and globalisation 223

PART IV**Valuation** 239

- 16 Valuation of environmental capital: microeconomic basis 241
- 17 Valuation of environmental capital: macroeconomic basis – I 267
- 18 Valuation of environmental capital: macroeconomic basis – II 278

PART V**Policy** 289

- 19 Environmental policies 291
- 20 An environmental economics for sustainability 310

Index 316