

Index of Names and Authors

A

Adams, F. G., 54, 182
 Allen, R. G. D., 51
 Almon, S., 25-27, 40, 51
 Armington, P. S., 182
 Arndt, S. W., 105
 Awad, F. H., 182

B

Balassa, B., 140, 150 n.3, 168-69, 182,
 194 n.7, 195-98
 Baldwin, R. E., 182
 Ball, R. J., 34-35, 51
 Bank of Canada, 131 n.2
 Bannerji, H., 51, 74
 Basevi, G., vi, 194 n.6-7, 195 n.8, 198
 Bell, P. W., 80 n.3, 105
 Black, S. W., 80, 104-05
 Board of Governors of the Federal
 Reserve System, 101, 105, 140
 Boissonneault, L., 16 n.13, 24, 35, 55,
 123-24, 141
 Borts, G. H., 105
 Branson, W. H., 9 n.5, 12 n.8, 51,
 94 n.13, 103 n.23, 104-05
 Brookings Institution, 122
 Brown, A. J., 74
 Bruno, M., 136 n.2, 140
 Bryant, R. C., vi, 99, 104-05

C

Canterbery, E. R., 105

Centrum voor Economische Studien,
 168
 Chenery, H. B., 136 n.2, 137 n.3, 139-
 40, 152-55, 157, 168
 Cheng, H. S., 28 n.25, 51
 Choudry, N. K., 51
 Cohen, B. J., 105
 Collins, K., vi
 Collins, N. R., 198
 Corden, W. M., 196 n.9, 197 n.11, 198
 Corlett, W. J., 31 n.29, 54, 57 n.1,
 61 n.6, 75
 Council of Economic Advisors, 122
 Creamer, D., 171 n.1, 182
 Cross, J., vi

D

DaCosta, G. C., 34, 51, 74
 Davis, T. E., 16 n.13, 51
 Dean, G. W., 198
 DeLeeuw, C. G., 167, 170
 Detomasi, D. D., 51
 Deutsch, K. W., 158, 160 n.16, 167,
 170
 DeVries, B. A., 182
 Dramais, A., 158 n.14, 169
 Duesenberry, J. S., 35, 55
 Dutta, M., 34, 52

E

Eckstein, P., 136 n.2, 137 n.3, 139-40
 Ely, J. E., 51
 Evans, M. K., 140-41

F

Fei, J. C. H., 140
 Feige, E. L., 102 *n.21* & 2, 105
 Feller, W., 159-60, 159 *n.15*, 169
 Ferguson, C. E., 52
 Flanders, M. J., 198
 Fleming, J. M., 74, 175 *n.4*, 182
 Floyd, J. E., 105, 195 *n.8*, 198
 Forte, F., 107
 Fortucci, P., 141
 Friedman, M., 186 *n.1*, 198
 Fromm, G., 140

G

Gehrels, F., 52
 Ginsburg, A. L., vi, 17 *n.15*, 48-49,
 52, 67 *n.15*, 68-72, 74
 Glejser, H., 155-56, 158 *n.14*, 162, 169
 Goldberger, A. S., 7 *n.1*, 38 *n.35*, 48,
 52, 104 *n.25*, 105
 Goodman, L. A., 169
 Gray, H. P., 52, 107
 Griliches, Z., 52
 Grubel, H. G., 105
 Gruber, W., 106

H

Haberler, G., 182
 Haq, W., 52
 Harberger, A. C., 31 *n.29*, 52, 74, 198
 Harley, C. K., 35, 52
 Hause, J. C., 198
 Heckerman, D. G., 96, 107
 Heien, D. M., 52
 Helliwell, J., 106, 141
 Hendershott, P. H., 80 *n.4*, 99, 104-05,
 107
 Henderson, M., 53
 Hicks, J. R., 65, 67, 75
 Houston, D. B., 182
 Houthakker, H. S., 16 *n.12* & 14,
 28 *n.24*, 35, 52
 Hufbauer, G. C., 146 *n.1*, 169
 Hurtubise, J. R., 199

I

Ingram, J. C., 106
 Islam, N., 52

J

Johnson, H. G., 154 *n.7*, 169, 191 *n.3*,
 192, 194 *n.6*, 196 *n.10*, 198
 Johnston, J., 7 *n.1*, 15 *n.9*, 25, 33 *n.30*,
 52-53, 104 *n.25*, 106, 146 *n.2*, 169
 Jorgenson, D. W., 25-26, 53
 Junz, H. B., 75, 178 *n.7* & 9, 183

K

Kaliski, S. F., 36, 53, 75
 Keesing, D. B., 169
 Kemp, M. C., 53
 Kenen, P. B., 80, 106
 Kindleberger, C. P., 91, 106, 169
 Klein, L. R., 53, 140
 Koo, A. Y. C., 53
 Koyck, L. M., 15 *n.11*, 53
 Krause, L. B., 53, 198
 Kravis, I. B., 8 *n.3*, 53
 Kreinin, M. E., 53, 75, 178 *n.7* & 9,
 183, 194 *n.6*, 195-96, 198-99
 Kubinski, A., 75
 Kuznets, S., 155 *n.8*, 156 *n.11*, 169

L

Laffer, A. B., 96, 106-07
 Lamfalussy, A., 183
 Leamer, E. E., 92 *n.11*, 97 *n.18*,
 104 *n.26*, 106
 Lee, C. H., 106
 Lerner, A., 29 *n.26*
 Leven, J. H., vi, 90 *n.10*, 96 *n.16*, 106
 Lewis, W. A., 17 *n.15*, 53
 Linnemann, H., 150 *n.3*, 153, 158,
 161, 162 *n.19*, 165, 167, 169
 Lipsey, R. E., 8 *n.3*, 53
 Liu, T. C., 127, 141
 Lovell, M. C., 53

M

MacDougall, G. D. A., 75
 Magee, S. P., 16 *n.12*, 16 *n.14*, 28 *n.24*,
 35, 52-53, 178 *n.7*, 183
 Maizels, A., 141, 169, 183
 Marshall, A., 29 *n.26*
 Marwah, K., 34-35, 51
 Mauer, L. J., 106
 Meyer zu Schloctern, F. M., 183

Miller, N. C., vi, 93 *n.12*, 106
 Mills, F. C., 8 *n.3*, 54
 Mishan, E. J., 191 *n.3*, 199
 Moore, L., 54
 Morgan, D. J., 31 *n.29*, 54, 57 *n.1*,
 61 *n.6*, 75
 Morrissett, I., 57 *n.1-2*, 75
 Murakami, A., 54

N

Narvekar, P. R., 183
 Neisser, H., 34, 54
 Nerlove, M., 23 *n.22*, 54
 Nicholson, R. J., 75
 Nurkse, R., 106

O

Office of Business Economics, 129
 Officer, L. H., 199
 Ooms, V. D., 75, 176 *n.5*, 183
 Orcutt, G. H., 1, 28 *n.24*, 29-30, 32-34,
 40, 54
 Organization for Economic Co-
 operation and Development, 54,
 124, 141, 183

P

Patinkin, D., 186 *n.1*, 199
 Peeters, Th., vi, 156 *n.12*
 Pincus, J., 138, 140-41
 Polak, J. J., 16 *n.14*, 54, 62 *n.8*, 75
 Polasek, M., 52
 Pöyhönen, P., 161 *n.18*, 163, 166, 169
 Prachowny, M. F. J., vi, 16 *n.12*,
 16 *n.14*, 54, 94 *n.14*, 106, 125-28,
 141
 Prais, S. J., 33 *n.30*, 54
 Preeg, E. H., 54, 75
 Pullianen, K., 155-56, 160 *n.16*, 163-
 64, 166, 169

R

Ranis, G., 140
 Rao, S. V., 54
 Reimer, R., 54
 Rhomberg, R. R., 7 *n.2*, 16 *n.13*, 24,
 35, 54-55, 75, 94 *n.14*, 106, 123-24,
 141, 178 *n.7* & 9, 183

Richardson, J. D., vi, 172 *n.2*, 175 *n.3*,
 176 *n.6*, 183
 Robinson, T. R., 55
 Romanis, A., 183
 Roy, P. N., 55

S

Salant, W. S., 141
 Sasaki, K., 55
 Savage, I. R., 158, 160 *n.16*, 167, 170
 Scaperlanda, A. E., 106
 Scott, M. FG., 55
 Shinkai, Y., 75
 Smith, W. L., 67 *n.14*, 74
 Spiegelglas, S., 183
 Stein, J. L., 80, 94, 96-97, 103-04, 107
 Stern, R. M., v, 55, 59 *n.4*, 62 *n.8*,
 69 *n.16*, 74-75, 92 *n.11*, 97 *n.18*,
 104 *n.26*, 106, 181, 183, 192 *n.5*,
 194 *n.6*, 195 *n.8*, 199
 Steuer, M. D., 155, 170
 Stevens, G. V. G., 107
 Stoll, H., 107
 Strout, A. M., 140
 Suits, D. B., 7 *n.1*, 15 *n.9*, 26 *n.23*, 55,
 69 *n.16*, 114, 141
 Svernilson, I., 183
 Swamy, D. S., 55

T

Taplin, G. B., 158 *n.14*, 170
 Taubman, P., 140
 Taylor, L., 155, 168
 Taylor, W. B., 55
 Temin, P., 170
 Theil, H., 141, 167, 170
 Tims, W., 183
 Tinbergen, J., 75, 162, 163 *n.20*, 170
 Tower, E. L., 107
 Tsiang, S. C., 74, 175 *n.4*, 182
 Turnovsky, S. J., 55
 Tyszynski, H., 171 *n.1*, 175 *n.3*, 183

U

United Nations, 136, 142
 U. S. Congress, Joint Economic
 Committee, 142
 U. S. Department of Commerce, 100,
 107, 124, 142

University of Michigan, 142
 Uribe, P. H., 167, 170

V

Vanek, J., 142
 Vernon, R., 92, 107
 Voivodas, C., 155, 170
 Von Böventer, E., 55

W

Waelbroeck, J., 158 *n.*14, 170
 Waud, R. N., 102 *n.*21 & 2, 107
 Wells, S. J., 183
 Wemelsfelder, J., 55
 Whitman, M. v. N., 93 *n.*12, 106, 170

Wilkinson, B. W., 55
 Willett, T. D., vi, 107
 Winter, S., vi
 Wolf, C., vi
 Wonnacott, P., 199
 Wonnacott, R. J., 199
 Wood, G. D., 199

Y

Yoshihara, K., vi

Z

Zarembka, P., 19 *n.*19, 55
 Zelder, R. E., 167 *n.*13, 75
 Zupnick, E., 59 *n.*4, 62 *n.*8, 75

Index of Subjects

A

Aggregation of data
 in constant-market-share analysis, 176
 and import-demand functions, 33,
 42-48
 in international capital movements,
 99
 and model building, 115
 and price elasticity estimates, 33, 47
 and price indexes, 41-48
 in trade flow model, 165
 in two-gap import-demand function,
 139
 Almon technique, 26-27

B

Balance of payments, models relating
 to
 Brookings, 122-123, 130-31
 Federal Reserve - MIT, 130
 Keynesian model, 120-21
 Michigan econometric model, 128
 model of world economy, 119-20
 OBE, 129
 Prachowny, 125-28
 Rhomberg-Boissonneault, 123-24
 Wharton, 129
 Bayesian inference, 38
 Brookings Report, 122-23

C

Capacity utilization, 14

D

Capital controls; *see* International
 capital movements
 Capital movements; *see* International
 capital movements
 Capital-output ratio, 133
 CMS analysis; *see* Constant-market-
 share analysis
 Cochran-Orcutt iterative technique, 28
 Compensated demand curve, 188
 Competitiveness in international trade;
see CMS analysis
 Conditional forecast, 111
 Confidence intervals, 37
 Constant-market-share analysis
 aggregation, 176
 commodity effect, 174
 competitive effect, 172, 175
 elasticity of substitution, 171, 178
 market effect, 174
 theory of, 171
 Consumer surplus, 186
 Covered interest arbitrage, 81
 Credit rationing, 98
 Cross section analysis
 in estimation of elasticity of sub-
 stitution, 69
 in general equilibrium model, 145,
 153
 Customs unions
 impact on trade flows, 155, 162, 195
 welfare effects of, 195-96

Decision forecast, 113

- Demand for exports; *see* Export demand
- Demand for imports; *see* Import demand
- Direct foreign investment; *see* International capital movements
- Distributed lags; *see* Time dimension
- Dummy variables
in analysis of curvilinearity, 48-49
in elasticity of substitution, 69-71
in import demand function
representing *unusual* periods, 15
representing seasonal variations, 15
with interaction terms, 50
representing customs unions, 162
- Durables, import demand for, 13
- E
- Econometric forecasting
model building
endogeneous variables, 110, 114-16
exogeneous variables, 110, 114-16
estimation problems, 116
policy analysis, 117
reduced form, 110
structural form, 110
conditional forecast, 111
decision forecast, 113
forecast error, 114
informative forecast, 112
interval forecast, 112
balance of payments; *see* Balance of payments
point forecast, 112
policy analysis, 111, 117-18
impact analysis, 117
policy multiplier, 117
unconditional forecast, 111
- Elasticity of substitution
defined, 56
in CMS analysis, 172, 178
estimation of
simultaneous equation bias, 63
using time-series and cross-section analysis, 69-71
interpretation and use of results, 64, 73
derivation of price elasticities, 65
theoretical derivation of, 57-60
time-series and cross-section analysis

- estimation techniques, 69-70
interpretation of results, 70
- Elasticity pessimism, 29
- Endogeneous variables; *see* Econometric forecasting
- Errors in measurement, 32-33
- Exogeneous variables; *see* Econometric forecasting
- Expected return; *see* International capital movements
- Expectations formation, 93, 102
- Export demand; *see also* Import demand, 10
explanatory variables, 16
lack of data, 16
in two-gap model, 139
- Export-import gap; *see* Two-gap models

F

- Federal Reserve — MIT model, 130
- First differences, 28
- Forecasting; *see* Econometric forecasting
- Foreign exchange reserves, 15
- Foreign investment, direct; *see* International capital movements
- Forward market, 81
- Functional form, 17-18, 48
for capital movements, 84, 102

G

- General equilibrium analysis; *see* Trade dependence
- Gravity model; *see* Trade interdependence

H

- Harrod-Domar production function, 133, 136

I

- Import demand
dependent variable, 8-9
current value of, 9
deflated value of, 8
and price indexes, 8
estimation bias, 29

- Import demand (*cont.*)
explanatory (independent) variables, 9-17
capacity utilization term, 14
credit for financing imports, 16
distributed lags in, 15, 19
domestic supply variables, 11
and durables and nondurables, 13
dummy variables, 15
foreign exchange reserves, 15
income term, 9
and money illusion, 10
price indexes as price term, 11
and raw materials, 12
and unfinished goods, 12
functional form in, 17-18
reporting results, 36-40
results of studies, 35
special problems in estimation
data aggregation, 33, 42-48
errors in measurement, 32-33
magnitude of price changes, 34
multicollinearity, 36
simultaneity, 30
time dimension distortion, 21, 34
time dimensions in; *see* Time dimension, 19-28
and two-gap models, 137
- Import supply, 7
- Income elasticity, estimates of, 35
- Index numbers; *see* Aggregation, 41, 101
- Inferior security, 78
- Informative forecast, 112
- Interest arbitrage
covered, 81
pure, 87
- International capital movements
measurement problems
capital controls, 97
credit rationing, 98
disaggregation, 99
functional form, 84, 102
index numbers, 101
lag structure, 102
net worth variables, 92
risk and expected return proxies, 92
simultaneous equation bias, 103
speculative periods, 96
trade variables, 94
- theory

- direct investment, 91
- flow models, 77, 80
- long-term portfolio investments, 91
- portfolio-adjustment models, 78
- short-term portfolio investment
determinants of, 82
expected return from, 83
functional form, 84
risk of, 83
- speculation
expected return from, 84
influence on capital flows, 85
risk of, 84
- stock models, 78, 80
- trade arbitrage, 87
demand for, 88
and pure interest arbitrage, 87
supply of, 89
trade credit, 90, 94
- Investment-savings gap; *see* Two-gap models

K

- Kennedy Round; *see* Welfare effects of trade liberalization
- Keynesian model; *see* Balance of payments

L

- Laspeyres price index, 42ff.
- Less-developed countries; *see* Two-gap models
- Long-term portfolio investment; *see* International capital movements

M

- Market areas and trade interdependence, 163
- Marshall-Lerner condition, 29
- Michigan econometric model, 128
- Model building; *see* Econometric forecasting
- Money illusion, and import demand, 10, 45
- Multicollinearity
and data interpretation, 23, 38
and demand functions for international capital movements, 101

- Multicollinearity (*cont.*)
and distributed lags in import-demand function, 23
- N
- Nondurables, import demand for, 13
- O
- Office of Business Economics econometric model, 129
- P
- Paasche price index, 42
Point forecast, 112
Policy analysis with econometric models, 111, 117-18
Policy multipliers, 117
Prachowny econometric model, 125
Price elasticities
derived from elasticity of substitution, 64-69
results of studies, 35
special problems in estimation; *see* Import demand
Price indexes
and aggregation, 42-48
deflating imports and exports, 8
as explanatory variable in import demand equation, 11, 42
Laspeyres, 42ff.
Paasche, 42
use of unit value indexes for, 15
Producer surplus, 191
Pure interest arbitrage, 87
- Q
- Queues, 14
- R
- Raw materials, import demand for, 12
Reduced form of model, 110
Reporting results, 36-40
Resistance to international trade, 151, 162
Resource endowment and international trade, 149
- Results of econometric studies
balance-of-payments forecasts, 124, 130
constant-market-share analysis, 179
import-demand functions, 35
two-gap models, 139
welfare effects of Kennedy Round, 195
- Rhomberg and Boissonneault econometric model, 123-24
- Risk; *see* International capital movements
- S
- Savings function; *see* Two-gap models
Seasonal adjustment, 15
Short-term portfolio investment; *see* International capital movements
Significance tests, 37
Simultaneous equation bias
in elasticity of substitution measurement, 63
in import demand functions, 30
in international capital movements, 103
and price elasticity estimates, 29-31
Sombart law, 156
Speculation; *see* International capital movements
Statistical significance tests, 37
Stock-adjustment models
of import response lags, 23-25
of international capital movements, 80
Structural form, 110
Supply of securities; *see* International capital movements
- T
- Tariffs; *see* Welfare effects of trade liberalization
Time dimension
distributed lags in import demand functions, 19-28
Almon technique, 26
first differences, 28
geometric decay, 24
Jorgenson approach, 26
polynomial lags, 26

- Time dimension (*cont.*)
rational distributed lags, 26
and stock-adjustment process, 23-25
distributed lags in international capital movements, 80, 93, 102
and price elasticity bias, 21
Trade arbitrage and trade credit; *see* International capital movements
Trade dependence
cross-section data, 145, 153
customs unions, 155
preferences, 155
resistance to trade, 151
Sombart law, 156
theory of, 147
Trade flows; *see* Trade interdependence
Trade interdependence
customs unions, 162
gravity model, 158
probability model, 158
market areas, 163
resistance factors, 162
Walrasian model, 158
Trade liberalization; *see* Welfare effects of trade liberalization
Trade sectors; *see* Trade dependence
Two-gap models, 133-40
import-export gap, 134
- gap estimates, 138
savings-investment gap, 134
savings function, 137
- U
- Unconditional forecast, 111
Underdeveloped countries; *see* Two-gap models
Unfinished goods, import demand for, 12
Uniform tariff equivalent, 194
Unit value indexes, 15
- W
- Walrasian model of trade flows, 158
Welfare effects of trade liberalization
customs unions and trade preferences, 195
dynamic vs. static considerations, 184
imported inputs, 194
Kennedy Round, 195
nonprohibitive tariffs, 190-92
prohibitive tariffs, 185
terms-of-trade effect, 193
uniform tariff equivalent, 194
Wharton econometric model, 129