

CONTENTS

<i>Preface</i>	ix
1. Facts to be Explained	1
2. Our Broad Approach	11
3. What Determines Equilibrium Unemployment?	17
4. Why Does Unemployment Fluctuate?	23
✗5. How Do Real Wages Relate to Unemployment?	27
✗6. If Labour Markets Don't Clear, Why Don't Wages Fall?	33
7. How Do Import Prices, Taxes, and Productivity Affect Unemployment?	47
8. How Does Job-Search Behaviour Affect Unemployment?	53
9. Is Unemployment Voluntary or Involuntary?	63
10. Why are Some Groups More Unemployed Than Others?	67
11. Why Has Unemployment Differed Between Countries?	73
12. How Can Unemployment be Reduced?	91
13. Summary	111
<i>Notes</i>	113
<i>Annexes</i>	117
<i>Discussion Questions</i>	141
<i>List of Symbols</i>	143
<i>List of Figures</i>	145
<i>References</i>	147
<i>Index</i>	151