

---

# Contents

---

|                  |     |
|------------------|-----|
| Acknowledgements | vii |
| Introduction     | ix  |

## PART I THEORY

|   |  |     |
|---|--|-----|
| 1 | 'The Theory of Optimum Currency Areas: An Eclectic View' in Robert A. Mundell and Alexander K. Swoboda (eds), <i>Monetary Problems of the International Economy</i> (University of Chicago Press, 1969), 41-60.                        | 3   |
| 2 | 'Effects of Intervention and Sterilization in the Short Run and the Long Run' in Richard N. Cooper et al. (eds), <i>The International Monetary System under Flexible Exchange Rates</i> (Ballinger, 1981), 51-68.                      | 23  |
| 3 | 'Macroeconomic Theory and Policy: How the Closed Economy Was Opened' in Ronald W. Jones and Peter B. Kenen (eds), <i>Handbook of International Economics</i> (North Holland, 1985), vol. 2, 625-77.                                    | 41  |
| 4 | 'Forward Rates, Interest Rates, and Expectations under Alternative Exchange Rate Regimes', <i>Economic Record</i> (September 1985), 61, 654-66.  | 94  |
| 5 | 'The Coordination of Macroeconomic Policies' in William H. Branson, Jacob A. Frenkel, and Morris Goldstein (eds), <i>International Policy Coordination and Exchange Rate Fluctuations</i> (University of Chicago Press, 1990), 63-102. | 107 |
| 6 | 'Exchange Rates and Policy Co-ordination in an Asymmetric Model' in Carlo Carraro et al., (eds), <i>International Economic Policy Co-ordination</i> (Blackwell, 1991), 83-107.   | 147 |
| 7 | 'Debt Buybacks and Forgiveness in a Model with Voluntary Repudiation', <i>International Economic Journal</i> (Spring 1991), 5(1), 1-13.  | 172 |
| 8 | 'Exchange Rate Arrangements, Seigniorage, and the Provision of Public Goods' in Jacob A. Frenkel and Morris Goldstein (eds), <i>International Financial Policy</i> (International Monetary Fund, 1991), 306-44.                        | 185 |

## PART II MEASUREMENT

|    |  |     |
|----|--|-----|
| 9  | 'The Demand for International Reserves' with Elinor B. Yudin, <i>Review of Economics and Statistics</i> (August 1965), XLVII(3), 242-50. | 227 |
| 10 | 'Export Instability and Economic Growth', with Constantine S. Voivodas, <i>Kyklos</i> (1972), XXV(4), 791-803.                           | 236 |

- 11 'The Balance of Payments and Policy Mix: Simulations Based on a U.S. Model', *Journal of Finance* (May 1974), **XXIX**(2), 631-54. 249
- 12 'Exchange Rates, Domestic Prices, and the Adjustment Process', with Clare Pack, *Exchange Rates, Domestic Prices, and the Adjustment Process* (Group of Thirty, 1980), 1-46. 273
- 13 'The Role of the Dollar as an International Currency', *The Role of the Dollar as an International Currency* (Group of Thirty, 1983), 3-31. 319
- 14 'Measuring and Analyzing the Effects of Short-Term Volatility in Real Exchange Rates', with Dani Rodrik, *Review of Economics and Statistics* (Spring 1986), **LXVIII**(2), 311-15. 348
- 15 'Intramarginal Intervention in The EMS and the Target-Zone Model of Exchange-Rate Behavior', with Kathryn M. Dominguez, *European Economic Review* (1992), **36**, 1523-32. 353

## PART III POLICY PRESCRIPTION

- 16 'The Analytics of a Substitution Account', *Banca Nazionale del Lavoro Quarterly Review* (December 1980), **139**, 403-26. 365
- 17 'Use of the SDR to Supplement or Substitute for Other Means of Finance' in George M. von Furstenberg (ed.), *International Money and Credit* (International Monetary Fund, 1983), 327-60. 389
- 18 'What Role for IMF Surveillance?', *World Development* (1987), **15**(12), 1445-56. 423
- 19 'Exchange Rate Management: What Role for Intervention?', *American Economic Review* (May 1987), **77**(2), 194-9. 435
- 20 'The Use of IMF Credit' in Richard E. Feinberg and Catherine Gwin (eds), *Pulling Together: The International Monetary Fund in a Multipolar World* (Overseas Development Council, 1989), 69-91. 441
- 21 'Organizing Debt Relief: The Need for a New Institution', *Journal of Economic Perspectives* (Winter 1990), **4**(1), 7-18. 464
- 22 'Transitional Arrangements for Trade and Payments among the CMEA Countries', *International Monetary Fund Staff Papers* (June 1991), **38**(2), 235-67. 476
- 23 'The European Central Bank and Monetary Policy in Stage Three of EMU', *International Affairs* (July 1992), **68**(3), 457-74. 509
- 24 'Financial Opening and the Exchange Rate Regime' in Helmut Reisen and Bernard Fischer (eds), *Financial Opening: Policy Issues and Experiences in Developing Countries* (Organisation for Economic Co-operation and Development, 1993), 237-62. 527
- Name Index 553