

# Contents

Tables and Figure	vii
Acknowledgments	ix
Author's Note	xi
Introduction	xiii
1. Background Forces: Poland and Czechoslovakia	1
2. The Two Economies: 1945–1989	17
3. Economic Performance: 1945–1989	39
4. Reform Experiences: 1945–1989	65
5. Current Reforms: Legal Foundations and Pricing Policy	79
6. Fiscal Reform	97
7. Currency, Banking, and Monetary Reforms	111
8. Reforming Foreign Investment Policy	139
9. Reforming Foreign Trade Policies	157
10. Property Restitution and Ownership Transformation	175

11.	Anti-Monopoly and Employment Policies	199
12.	Industrial Responses	213
13.	A Theoretical Framework for Lessons in Systemic Transformation	225
14.	Conclusions and Recommendations	237
	Chronology of Significant Events	243
	Interviewees	257
	References	261
	Index	265

# Tables and Figure

## TABLES

2.1	Socialized Industrial Enterprises, by Number of Employees	21
3.1	Gross Fixed Capital Investment for Poland and Czechoslovakia, 1960–1989	50
3.2	Growth of Agricultural and Industrial Output in Poland and Czechoslovakia, 1960–1989	52
3.3	Capital Productivity for Poland and Czechoslovakia, 1958–1988	60
3.4	Labor Productivity Changes in Poland and Czechoslovakia, 1971–1989	62
5.1	Consumer Prices for Poland and Czechoslovakia, January–December, 1991	89
6.1	Federal, Republic, and Local Budgets in Czechoslovakia, 1989, 1990, and 1991	104
7.1	Money Supply in Czechoslovakia, December 31, 1989–March 31, 1991	135
9.1	Market Shares of Polish and Czechoslovak Foreign Trade, 1980–1989	159

9.2	Polish and Czechoslovak Foreign Trade, 1980–1989	160
9.3	Czechoslovak Trade Balance in Convertible Currencies and Transferable Rubles, 1980–1989	161
9.4	Poland's Foreign Trade in 1990 and 1991	167
9.5	Czechoslovak Foreign Trade in 1990 and 1991	170
10.1	Privatization Scheme for Czechoslovak Large-Scale State Enterprises	187
10.2	Polish Composition of Enterprise Ownership, 1991–1992	190
10.3	Poland's State Enterprises Accepted for Privatization, August 1990–December 1991	191

## FIGURE

7.1	Poland's Monthly Consumer Price Increases and Growth in Real and Nominal Money Supply, December 1990–November 1991	127
-----	--	-----