

## **TABLE OF CONTENTS**

<b>Acknowledgements .....</b>	<b>7</b>
<b>Preface .....</b>	<b>8</b>
<b>Executive Summary .....</b>	<b>9</b>

### **I**

#### **RETROSPECTIVE ON MEXICAN AGRICULTURAL POLICY AND TRADE, 1950-PRESENT**

<b>I.1. Traditional Import-Substitution Led Growth (1950-1970) .....</b>	<b>13</b>
<b>I.2. Foreign Debt and Petroleum Export Driven Import Substitution and Development (1970-1981) .....</b>	<b>14</b>
I.2.1. Pre-Oil Boom (1970-1975) .....	14
I.2.2. The Oil Boom (1976-1981) .....	19
<b>I.3. Crisis and Austerity, 1981 to Present .....</b>	<b>19</b>
<b>I.4. The Structure of Protection and Macroeconomic Reform .....</b>	<b>20</b>

### **II**

#### **FRAMEWORK OF ANALYSIS**

<b>II.1. Changing World Market Conditions .....</b>	<b>24</b>
<b>II.2. Mexican Development Policy .....</b>	<b>24</b>
<b>II.3. Demographic Trends and Demand Patterns .....</b>	<b>25</b>
<b>II.4. The Food Accounting Matrix (FAM) .....</b>	<b>25</b>
<b>II.5. A Prototype FAM .....</b>	<b>27</b>
<b>II.6. Production Accounts and Institutions in the Final FAM .....</b>	<b>29</b>
<b>II.7. Modelling Expenditure Elasticities .....</b>	<b>30</b>

### III

#### FAM MULTIPLIER ANALYSIS

III.1.	<b>FAM Multipliers</b> .....	31
III.2.	<b>The Calorie Multiplier</b> .....	32
III.3.	<b>The Estimated Food Accounting Matrix</b> .....	32
III.3.1.	<b>FAM Income Accounts</b> .....	33
III.3.2.	<b>FAM Calorie Accounts</b> .....	36

### IV

#### SCENARIO ANALYSIS AND COUNTERFACTUAL EXPERIMENTS

IV.1.	<b>The Bimodal Agricultural Strategy</b> .....	43
IV.2.	<b>The Unimodal Agricultural Strategy</b> .....	50
IV.3.	<b>The Populist Strategy</b> .....	52
IV.4.	<b>The Wage-repression Strategy</b> .....	54
IV.5	<b>The Impact of International Prices</b> .....	56
IV.5.1.	<b>Design of World Price Scenario Experiments</b> .....	56
IV.5.2.	<b>World Price Scenario Simulation Results</b> .....	57

### V

#### CONCLUSION

Notes .....	63
References .....	64