

Contents

	Preface	xi
1	Theory of Demand	1
	1.1 A Direct Approach to Demand Theory	1
	1.2 Demand Theory without Transitivity	13
	1.3 The Classical Theory	15
	1.4 The Method of Revealed Preference	22
	1.5 Market Demand Functions	25
	Appendixes	
	A. Continuity of $m_x(p)$	33
	B. Negative Semidefiniteness of $[m_{ij}(p)]$	34
	C. Euler's Theorem for $f(p)$	35
	D. Quasi-linear Preferences	35
	E. The Law of Demand and Risk Aversion	36
	F. The Strong Axiom of Revealed Preference	38
	G. Group Demand Functions	40
2	Tâtonnement Stability of Equilibrium	45
	2.1 Excess Demand Functions	45
	2.2 Market Equilibrium	50
	2.3 Matrices with Quasi-dominant Diagonals	50
	2.4 The Process of Tâtonnement	52
	2.5 Local Stability of the Tâtonnement	54
	2.6 Tâtonnement with Expectations	64
	2.7 An Economy of Firms	69
	2.8 An Economy of Activities	77
	2.9 Tâtonnement with Trading	82
	2.10 Global Stability with Gross Substitutes	89
	Appendixes	
	A. Individual and Market Excess Demand Functions	96
	B. The Gross Substitute Assumption	98
	C. The Weak Axiom of Revealed Preference and Local Stability	102
	D. Stability in a Temporary Equilibrium Model	104

3	Leontief Models of Production	109
	3.1 The Simple Leontief Model	109
	3.2 A Simple Leontief Model of Growth	114
	3.3 The Simple Model with Variable Coefficients	118
	3.4 Nonsubstitution with Capital Stocks	122
	3.5 Current Prices and Interest Rates	129
	Appendix	
	Continuity of $\mu_A(s)$	129
4	Comparative Statics	133
	4.1 The Local Theory of Comparative Statics	133
	4.2 The Morishima Case	140
	4.3 Global Comparative Statics	143
	4.4 Comparative Statics for the Individual Agent	145
	4.5 Comparative Statics and Supermodularity	150
	Appendixes	
	A. Local Uniqueness of Equilibrium	153
	B. Jacobi's Theorem	157
	C. Negative Definiteness under Constraint	158
	D. Maximization under Constraint	161
	E. Matrices Whose Roots Have Negative Real Parts	163
5	Pareto Optimality and the Core	165
	5.1 Pareto Optimum and Competitive Equilibrium	165
	5.2 Competitive Equilibrium and the Core	171
	5.3 Nonemptiness of the Core	181
	5.4 The Existence of Competitive Equilibrium	183
6	Existence and Uniqueness of Competitive Equilibrium	189
	6.1 Existence in an Economy of Activities	189
	6.2 Existence in an Economy of Firms	197
	6.3 Interiority and Irreducibility	207
	6.4 Existence of Competitive Equilibrium with an Infinite Commodity Space	214
	6.5 Uniqueness of Equilibrium	229
	Appendix	
	Existence of a Zero of the Excess Demand Functions	235

7	Competitive Equilibrium over Time	239
7.1	The von Neumann Model	240
7.2	Turnpike Theorems for the von Neumann Model	244
7.3	A Generalized Ramsey Growth Model	248
7.4	Turnpike Theorems over an Infinite Horizon	255
7.5	The Generalized Ramsey Model with Discounting	259
7.6	A Turnpike Theorem for the Quasi-stationary Model	264
7.7	The Turnpike in Competitive Equilibrium	272
	Appendix	
	A Leontief Model with Capital Coefficients as a von Neumann Model	293
	References	301
	Index of Economist Citations	309
	Subject Index	311