## **Contents**

The Implications of Free or Freer Trade for the Harmonization of Other Policies, by Harry G. Johnson			
I.	Introduction	1	
II.	Freer Trade and the Harmonization of Structural Policies	14	
III.	Free Trade and the Harmonization	00	
	of Balance of Payments Policies	33	
	icy Harmonization in Free Trade Groupings with Special erence to the European Economic Community, by Paul Wo	nnacott	42
I.	The Long-Run Allocation of Resources	43	
II.	The Short Run: Full Employment, Price Stability, and Balance of Payments Equilibrium	65	
III.	Other Considerations	69	
	e Trade Areas and Policy Coordination In Special Reference to the European Free Trade Area,		
	by Hirofumi Shibata		71
I.	The Functions of Economic Policy Adjustment		
	in Regional Economic Integration	71	
II.	EFTA's Policy Coordination Rules	76	
III.	Method of Policy Coordination in EFTA	81	
IV.	Concluding Remarks	83	