

Contents

List of Charts, Diagrams, Figures, and Graphs	xi
List of Tables	xv
Preface	xvii
Chapter 1	
Introduction	1
Approach	1
The Questions	4
The Outline	4
Chapter 2	
Dualistic Models, Rates of Growth, and Choice of Technique	7
Dualistic Models	7
The Notation for Dualistic Models	7
A Generalized Model of Dualism	9
Requirements about the Shape of the Production Function	10
<i>The Main Features of Dualistic Models</i>	18
Derivation of the Main Results	22
Falsifiability, Predicted Shapes, and Specializations	31
Normative Considerations	46
Chapter 3	
Aggregate Employment Function: Evaluation of Employment Prospects in LDCs	55
Introduction	55
Notation	56
Approach	57
The Models	65
Estimated Results	80

Implications of the Results: Model I	87
Implications of the Results: Model II	105
Summary and Conclusions	118
Chapter 4	
Determinants of Aggregate Savings	121
Introduction	121
The Explanatory Variables: A Discussion	123
The Savings Function—A General Formulation	125
Data and Methodology	127
The Results and Their Implications	133
Summary and Conclusions	156
Chapter 5	
Performance in Savings Behavior of LDCs	161
Method of Performance Evaluation	161
The Determinants of Savings: Specification	165
Estimated Equations	166
Performance Evaluation for Self-Help	174
Summary and Suggestions for Further Work	181
Chapter 6	
Aggregate Production Function, Causes of Growth, and Measures of Dynamic Efficiency	185
Modeling the Production Function	185
The Estimated Model	198
Interpretation of Results	208
The Incremental Output-Capital Ratio Revisited	219
Development Strategies and Growth Potential	227
Summary and Conclusions	230
Chapter 7	
Conclusion	233
Theories and Topics in Developmental Economics: An Overview	233
Summing Up	246

CONTENTS

ix

Appendixes	251
Appendix A	253
Appendix B: Notation for Chapter 4	255
Appendix C: The Absolute Income Hypothesis: Alternative Specifications	257
Notes	263
Select Bibliography	281
Index	293
About the Author	297