## Contents

I.	PI	ROBLEMS		
	1.	Problem of Labor Absorption	11	
	2.	Problem of "Triple Dualism"	14	
	3.	Pathology of Poverty	18	
	4.	Legacy of the Development Decades	21	
II.	PC	OTENTIALS		
	1.	Potential for the Urban Informal Sector	29	
	2.	Potential for Rural Development	32	
	3.	Potential for Export Substitution	37	
	4.	Potential for Raising the Net Benefit of Foreign Investment	53	
	5.	Potential for Accelerating the Economy's "Learning		
		Rate"	57	
II.	POLICIES			
	1.	Appropriate Policy Technology	67	
	2.	International Welfare Economics and Policy	69	
	3.	Toward an International Public Sector	74	
	BI.	BLIOGRAPHY	79	
			7	