CONTENTS

Editors' Preface	. V
Foreword by the Commissioner of Duisburg University Council for the Cooperation with the Warsaw School of Economics, Prof. Dr. Hans-Joachim Paffenholz	. IX
Contributing Authors	. XI
A. ECONOMICS AND POLITICS OF TRANSFORMATION	
SYSTEMIC CHANGE TO A MARKET ECONOMY: GENERAL ISSUES AND FIRST EXPERIENCES IN POLAND	3
Thomas Apolte, Feliks Gradalski	
Abstracts	. 3
Shortcomings of Socialist Economies and Goals of the Transformation	
1.1 The End of a Societal Experiment	
1.2 Goals of Systemic Change	
2. Properties and Strategies of a Transformation	
2.1 The Dilemma of Transformation	7
2.2 Strategies of Transformation: Sequencing and Timing	10
3. Poland's Way to a Market Economy: Initial Situation, Conception,	
and Arising Problems	
3.1 Poland before the Transition	
3.2 The Balcerowicz-Program	
3.3 Successes and Setbacks	
4. Neglect of the Restructuring Problem	
4.1 State Enterprises in a Market Environment	16
4.2 Alternative Conception to the Balcerowicz-Program:	
Novelty or Supplement?	
5. Poland's Chances on the Way to a Market Economy	
References	21

XIV

	FORMERS, RENT-SEEKERS, FREE RIDERS: STEMIC TRANSFORMATION IN POLAND	23
M	rion Weber, Adam Glapinski	
Αŀ	stracts	23
1.	The Road to Freedom, Eventually?	24
2.	Demand for and Supply of Reforms: Some Causes and Consequences	24
	2.1 Reforms as Public Goods	25
	2.2 The "Supply-Side" of Reforms	26
	2.2.1 The Question of the Goal	26
	2.2.2 Scope, Speed and Sequencing: Radical or Incremental Strategy?	27
3.	The Property-Rights Structure: Object and Determinant of Transformation	30
	3.1 Friends and Enemies of Reform	30
	3.2 On Organizability and Organization of Interests	34
	3.3 The "Human Factor"	34
4.	Are Political and Economic Reform Joint Products?	35
	4.1 Virtues and Vices of Democratic Structures in the Period of Transition	36
	4.2 The Role of Competition	38
5.	Will They Make it this Time?	39
R	ferences	39
T	HE GAME FOR POWER IN A STATE: HE CHANGES OF THE POLISH ELECTORAL LAW	42
1	The Importance of Dul	42
1. 2	The Planare	43
۷.	The Players	45
	2.1 The Polish United Workers' Party (PZPR) and its Parties in a Faction	45
		46
2		47
Э. Л	Changing the Flavers Positions	48
7. 5	The Round-Table as a Committee for Rules	49
٦,	The score of the Game Using the New Pules	51
	5.1 The Election Results	51
	5.2 The Fontical Consequences	51
6	5.5 The New Government	52
D.	i didic i lospecis	53
1/(ferences	53

B. CRUCIAL AREAS OF TRANSFORMATION POLICY

PI	RIVATIZATION IN POLAND: A PROPERTY RIGHTS APPROACH 5
Ai	ndrea Franz, Alfred Schipke, Mieczyslaw Groszek
Al	ostracts5
1.	
2.	The Property Rights Approach
	2.1 A Theoretical Outline
	2.2 Application to the Polish Case 6
3.	The Current Legal Framework 6
4.	Forms of Privatization
••	4.1 Spontaneous Privatization
	4.2 Legitimate Forms of Privatization 7
5	The Need for Rapid Privatization 7
	Conclusions
	eferences 7
M	N EVALUATION OF THE POLISH ANTITRUST ENDEAVORS 7 artin Kessler, Henryk Mozaryn
	ostracts
	Introduction
	The Degree of Concentration in Polish Industry
3.	The Meaning of Monopoly in the Socialist Economy
	3.1 Monopolies in the Centrally Planned Economy
	3.2 Monopolies in the Reform Economy
4.	The High Degree of Monopoly in the Process of Transition
	4.1 The Structure-Conduct-Performance Approach
	4.2 The Significance of Entry Barriers
	4.3 Strategic Moves against Potential Competition
5.	Public Policy Instruments to Increase Competition
	5.1 Decartelization
	5.2 Promotion of Entry
	5.3 The Liberalization of Foreign Trade
6.	Conclusion8
Re	ferences 8

XVI

THE ROLE OF MONETARY POLICY FOR THE POLISH ECONOMY IN TRANSITION	90
Manfred Kremer, Martin Gilles, Jerzy Zdrzalka	
Abstracts	90
 2.1 The Polish Currency Order at the Outset of the Economic Reform 2.2 The Quality of Money in Different Economic Systems 	91 92 93
2.3 Flaws of the Polish Currency and their Macroeconomic Consequences 2.4 Necessary Reforms of the Monetary Sector	95 97 99
3.1 The Role of the National Bank of Poland	100 105
4. A Transitional Strategy for Monetary Policy	110 113 116
	17
	.20
Christel Naujoks, Piotr Bledowski	
Abstracts	20
2. Polish Social Policy: Treated as the "Cinderella" in the Economic System	21 22
2.1 Definitions of Polish Social Policy	22 23
System	23
3.2 The Role of the State in Social Policy	26 26 28
3.2.2 Economic Features which Determine the Necessity of a State Social Policy	28 29
4. Prospects for a New Social Policy in Poland	31 32
References 13	39 40

XVII

C. INTERNATIONALIZATION AS A SUPPORTIVE FACTOR

	HANCES AND LIMITS OF THE INTERNATIONALIZATION
O	F POLAND'S PHARMACEUTICAL INDUSTRY
и	ilfried Boroch
Α	bstracts
1.	Open Door Policy of the Republic of Poland and the National Pharmaceutical
	Industry
2.	Important Market Structure Data of Poland's Pharmaceutical Industry
3.	Establishment of the Industrial and Public Health Policy Framework of the
	Pharmaceutical Market as Part of the Reform Process
	3.1 Price and Reimbursement Regulations
	3.2 Patent and Approval Regulations
	3.3 Privatization and Direct Investment Regulations
	3.4 Important Foreign Trade Regulations
4.	Process of Internationalization in the Pharmaceutical Industry
	4.1 Internationalization of Drug Competition
	4.2 Internationalization of Pharmaceutical Companies
5.	External Economic Experiences of Poland's Pharmaceutical Industry
	Perspectives
R	eferences
	HE TRANSFORMATION OF THE POLISH ECONOMY:
T	HE ROLE OF JOINT VENTURES
Pe	eter Kürble, Perdita Wingender
	bstracts
	Introduction
	The Transformation Program of the Polish Government
Э.	The Influence of Western Joint Ventures on the Development of the Polish
	Economy
	3.1 Development and Status Quo of Joint Ventures in Poland
4	3.2 The Importance of Joint Ventures for the Polish Economy in General
	The Polish and the Western View of Motives for the Founding of Joint Ventures Problems Arising during the Founding and Implementation of Joint Ventures
	right up to the Start of Business from the Western Point of View
6.	The Importance of Joint Ventures during the Transformation Process and
	afterwards
7.	Resume and Prospect
	eferences