

Contents

<i>List of figures</i>	vii
<i>Preface</i>	viii
Introduction	1
1 The financial crisis of 2008 and the unKeynesian Keynes	11
1.1 Similarities between the crises' contexts: 1930s and 2008–9	12
1.2 Management strategies: aggregate demand vs effective demand	17
2 Money, price, and interest	26
2.1 Definitions	27
2.2 Alternative Quantity Equations	30
The Cambridge Quantity Equation	31
The Fisher Quantity Equation	31
The Real-Balance Quantity Equation	32
The equation of exchange derived from the Fundamental Equations and the Demand for Liquidity Equation	33
2.3 Objections to the Quantity Theory	36
2.4 Keynes's monetary theory in <i>A Treatise on Money</i> and his theory of Interest in <i>The General Theory</i>	42
2.5 From Keynes's Fundamental Equation to his Demand for Liquidity Equation	50
3 Keynes's semantic shifts: the shock of <i>A Treatise on Money</i>	54
3.1 The Controversy over Keynes's <i>Treatise</i>	56
3.2 Keynes's definitions of terms	59
3.3 'Windfall' profits: their characteristics and their impact on the three categories of Capital, the sources of cyclical fluctuation	64
3.4 Books 3 and 4 of Keynes's <i>Treatise on Money</i>	65
3.4.1 The Model of Keynes's <i>Treatise on Money</i>	66
3.4.2 Definitions and Causal Relationships	67
3.4.3 Fundamental Equations	72
3.5 A non-sequitur of Wicksell	75
3.6 Groundless criticism of Keynes's so-called semantic inconsistencies	78

4	Keynes's theoretical shift: casualty of the criticism of the <i>Treatise</i>	88
4.1	Structure of the production process in the models of Keynes and Hayek	89
4.2	Hayek's Model of <i>Prices and Production</i>	92
4.3	The dynamics of the cycles of Hayek and Keynes	95
4.3.1	The Dynamics of Hayek's Trade Cycle in <i>Prices and Production</i>	95
4.3.2	The Dynamics of Keynes's Credit Cycle in the <i>Treatise</i>	106
4.4	Keynes's productive and unproductive consumption and employment	116
5	Keynes's causal relations: <i>The General Theory</i> derailed	125
5.1	Definitions and Concepts	127
5.2	Hicks's Mr Keynes's <i>General Theory of Employment</i> Reconsidered	134
5.2.1	Hicks's Models of General Theories	135
5.3	Keynes <i>General Theory of Employment</i> Reconsidered	139
5.3.1	The Classical Postulates	139
5.3.2	Effective Demand	141
5.3.3	Prospective Yield or Marginal Efficiency of Capital	144
5.3.4	Income Distribution	147
5.3.5	Keynes's EC-SP Model	150
5.4	Hicks's misinterpretation of <i>The General Theory</i> : the IS-LM	154
6	Inflation/deflation and the policy of the general <i>General Theory</i>	160
6.1	Keynes's theory of Employment	162
6.2	The Trade Cycle of <i>The General Theory</i>	165
6.3	Wicksell: stabilization of the purchasing power	170
6.4	Keynes: stabilization of the Marginal Efficiency of Capital	174
6.5	Shifts of resources, income redistribution, and stabilization policy	184
	Conclusion	191
	<i>Appendix: False novelties</i>	197
	A.1 <i>NeoClassical (or neoWalrasian) theory</i>	198
	A.2 <i>The Classical theory</i>	201
	A.3 <i>Keynes's theory</i>	208
	A.4 <i>Keynes's theory of income distribution</i>	214
	<i>Select bibliography</i>	219
	<i>Name index</i>	237
	<i>Subject index</i>	241