

Index

- Abbot, C. 157
Abbott, F.M. 260
Ables, A.C. 155
Ackerman, B. 67
'activist' model of public spending
 38
Adams, M. 290
administrative law 154
advertising restrictions 121–2
Akerlof, G. 114, 246
Alam, M.S. 154
Alchian, A.A. 203
Alderman, J. 256
Alford, W.P. 129, 130, 131, 250
Allen, F. 164
allocation effects, of monopoly
 81
allocative efficiency 80–82, 104
 versus other efficiency goals 82–3
Als-Ob method 98
American Federal Trade Commission
 95
Anderson, C. 274
Andvic, J.-C. 153
antitrust 84, 93
arbitrage 155
Arrow, K.J. 83, 244
Arruñada, B. 114
Asquith, P. 167
average avoidable costs (AAC) 102
Aviram, A. 152

Bachner, B. 253
Bahl, R. 13
Bai, B. 253
Bai, C.E. 21, 167, 169, 178, 181
Baldwin, R. 158
Bao, L. 43, 44, 51
Bardhan, P. 12, 153, 154, 155, 156
Barnard, C. 9, 10
Barton, B.H. 133
Baseman, K. 245

Bechtold, R. 96
Becker, G.S. 116, 117, 152
Bejesky, R. 252
Belgian margarine case, ECJ 10
Benham, A. 122
Benham, L. 122
Berkowitz, D. 48, 164
Berle, A. 202
Berle and Means theory 202
Berne Convention 242
Bertrand price competition 84
Besen, S.M. 245, 246
Biddulph, S. 21, 22
Big Pharma 260
Bilateral Investment Treaties (BITs)
 256
Birdzell, L.E. jr 38
Bishop, S. 79
Blake, C. 155
Blundell, R. 83
Bohnet, A. 15
Bolton, P. 102
Bond, R. 122
Bork, R.H. 102
Bowles, R. 152, 156
Boyle, J. 256
Braga, C.A.P. 252
Brans, E. 286
Brazil 255, 259, 262
Brennan, G. 31
Breyer, S. 158
British Airways 100–101
Brodley, J.F. 82
Broedermann, E. 275
Brown, S.J. 16
Buchanan, J.M. 31, 116
Buscaglia, E. 154, 156
Byrd, W. 17

Cabral, G. 253
Calabresi, G. 247
Camesasca, P.D.N. 79, 91, 95, 103

- Canada, pharmaceuticals 261
- Cao, Y. 14, 16
- Carroll, S.L. 121
- Cassis de Dijon* 7, 9
- Central Asia 155
- Central Committee of the Communist Party of China (CCCP) 12–13, 17
- Chamberlin, E.H. 94
- Chen, J. 63
- Cheng, H. 253
- Chicago School 102, 103
- China
 - accountancy
 - regulation of accountants 134–8
 - and reporting standards 211
 - Accountancy Law of the People's Republic of China* 135
 - accounting scandals 212, 213–14, 216
 - Administrative Licence Law 67
 - Administrative Procedure Law 132
 - All-China Lawyers' Association 131, 133
 - Anti-Unfair Competition Law 251
 - Assets Supervision and Administration Commission (ASAC) 16, 17
 - Audit Law of the People's Republic of China* 137
 - automobile trade 21
 - banking system 16–17
 - black economy 67
 - CAOHC case 205
 - capital market 201
 - central government tax policy 15–16
 - central/local jurisdictions 46–9
 - CICPA (public professional body for Certified Public Accountants) 135, 136, 137, 138
 - Civil Procedure law 132
 - Code of Ethics and Practice Discipline for Lawyers* 133
 - common market, role of law 22–3
 - Communist Party 66, 69
 - competition law 89–90, 125
 - goals 79–90
 - competition policy 77
 - consumption taxes 45
 - Copyright Act 249
 - Corporate Accounting Standards 212, 216
 - corporate governance 202, 203
 - agency costs 203
 - Assets Management Committee 204
 - incompetence of shareholder meeting 204
 - independent directorship 201
 - 'insider control' problem 207–9
 - monitoring of board of directors 215–16
 - outside directors, role of 205–7
 - regulatory intervention 204–5
 - supervisory board 207–9, 217
 - dysfunction 205
 - Corporate Law 201, 204, 207–8, 214, 215
 - corporate liability, in security law 212–13
 - corporate reform 200
 - corporate restructuring, and financially distressed firms 167
 - corruption 67, 205
 - Criminal Code 213
 - Criminal Procedure Law 132
 - decentralization of economic power 12–18
 - Draft Anti-Monopoly Law 91, 128
 - draft competition law 77, 103
 - chapter 3 96–7
 - exclusionary practices 101–4
 - Economic Contract Law 63
 - economic fragmentation 19
 - economic reform 62–7, 69
 - fiduciary duties 209–10, 214
 - fiduciary obligations, breaches of 201
 - financial markets 164–5
 - fiscal decentralization 14
 - fiscal indicators 43
 - fiscal relations between central and provincial governments 13
 - fiscal structure 43–9
 - foreign direct investment 19
 - fraud 201, 210
 - GDP 65
 - growth 29, 56

- provincial 186
- government expenditures 50
 - central/local share 47
- 'Grasp the large and liberalize the small' policy 17
- Great Leap Forward campaign 13
- grey economy 67
- Gross Industrial Output Value (GIOV) 17
- guanxi* informal network
 - relationships 250, 261, 307
- Guidance on Codes of Professional Ethics* 138
- Guide to Lawyers' Professional Ethic and Practicing Discipline* 132
- household contract responsibility system (HCRS) 62–3
- ideology 61, 69
- incrementalism and reform 61–2
- industrial enterprises, ownership structure of 18
- informal institutions 69
- information asymmetry problem 133, 140
- information transparency 210, 211
- initial public offerings 18–19
- intellectual property legislation 249–53
- intellectual property rights 22–3
 - enforcement 252
 - regime of exhaustion 251
- Interim Regulations of the People's Republic of China on Lawyers* 130
- and the International Convention on Civil Liability for Oil Pollution Damage (Civil Liability Convention or CLC) 273, 274–5, 281, 282, 291
- and the International Convention on the Establishment of an International Fund for Compensation for Oil Pollution Damage (Fund Convention) 275
- and Internet games 234
- 'Judicial Reform' 22
- labour mobility 20
- law and economics in research and teaching 308
- law firms 132
- Law of the People's Republic of China on Certified Public Accountants* 136
- Law of the People's Republic of China on Lawyers (Lawyers' Act)* 130–32
- lawyers, regulation of 129–34
- 'Legal advisory offices' 130
- legal pluralism 55
- legal profession, development 1980–95 130
- legal protectionism 22
- Legislative Law 67
- Licensing Act 126–9
- local government
 - extra-budgetary funds 13
 - trade barriers 20–21
- local legal workers 134
- local protectionism 4, 20–22
 - measurement 21–2
- mafia 67
- Marine Environmental Protection Law 273, 275–8, 280, 282, 291
 - Article 90 276
 - liability rule 286
 - liability of ship owner 276
- marine oil pollution
 - and Coase theorem 283–4
 - compensation 276
 - compensation fund 282
 - economic theory 292–3
 - (Protection and Indemnity (P&I) club) 292, 294
 - compulsory insurance 281
 - economic theory 286–9
 - domestic legislation on
 - compensation 275–8
 - financial caps, economic theory 289–90, 289–91
 - liability rules
 - economic theory 284–5
 - 'unilateral accident case' 285
 - limitation of liability 281–2
 - proposals for insurance 288–9
 - relevant international conventions 279–81
 - research on compensation system 283

- Maritime Code 272, 276, 277–8, 281
 - oil pollution compensation 277
 - maritime courts 279
- market partitioning 90
- market shares 96
- media control 61
- Ministry of Civil Affairs 137
- Ministry of Commerce 21
- Ministry of Finance 137
- Ministry of Justice 131, 132
- National Tax Bureau 16
- non-state sector economy 65–6
- particular transfer (PT) mechanisms 166
- Partnership Law Firms Regulations* 132
- patents 250, 251, 252–3, 262
- People's Supreme Court 210, 213
- personal liability 212–15, 216
 - for the board of directors 213–15
- political authority of the provinces 5
- post listing regulation 165
- price liberalization 16
- private sector growth 14
- privatization schemes 207
- public good 139
- public interest theory of market failure 139
- regulation of professions 125–40
- Regulations of the People's Republic of China Concerning the Prevention of Pollution of Sea Areas by Vessels 278, 280
- rent-seeking 127, 128, 133, 138
- 'rule of commercial judgement' 214
- Security Act 213
- Security Law 214
- shares quota for provinces 18–19
- small and medium sized enterprises 17
- social capital 63–4
 - and private enterprises 64–5
- Special Economic Zones (SEZs) 19
- Special Treatment (ST) firms 166–7, 167–70
 - abnormal returns 176, 179–81
 - asset restructuring 169, 186–7
 - causes of ST designation 172
 - companies entering ST status 1998–2003 171
 - corporate restructuring activities 167
 - cumulative abnormal returns 180–81, 195
 - and restructuring activities 181–7
 - geographic distribution of ST firms 172
 - market reaction to ST events 178–81
 - methodology for event study 175–7
 - operational performance before and after share restructuring 191–4
 - relationship between ST status and restructuring activities 187–91
 - sample selection and data description 170–75
 - share restructuring 169–70, 173, 174–5, 186
 - shell value 175
- State Council 136
- state involvement in economy 307, 308
- state legal workers 130
- state owned enterprises 16, 17
- state owned shares 207
- state-initiated local competition 18–19
- stock companies 215
 - information asymmetry 210
 - information disclosure and accountancy 210–12
 - insider trading 210
 - monitoring model 206
 - monitoring problems in 203–9
 - ownership and control in 201–202
 - state shares 203, 215
- stock exchange, quota system 165
- tax
 - business tax 45
 - corporate income tax 44
 - personal income tax 44, 45
 - Value Added 45
- tax reforms 29
- tax revenue 44
- tax sharing system 15

- tax system
 - assessment 45–6
 - reform 43
- Town and Village Enterprises (TVEs) 14, 63–4
- trade barriers 90
- trademarks 250, 251
- traditional theory of regulation 138–40
- transitional governance, comparison with Russia 68–70
- TRIPs obligations, failure to meet 261–2
- West China Development Programme 15
- WTO
 - accession to 21, 23
 - membership 249–53*see also* MMORPG
- China Centre for Economic Research (CCER) 170
- China Daily* 21
- China Securities Regulatory Commission (CSRC) 18, 22, 23, 166
- China Security Authority 212
- Chinese-style federalism 12–18, 78
- Chow, G. 58
- Chynoweth, G. 253
- civil law 57
- civil liability, oil pollution 272
- Clark, R.C. 201, 202, 203, 209, 210
- Clarke, D.C. 125, 126, 127, 129, 134
- Clarke, G.R.G. 155
- Coase, R.H. 31, 115, 245, 283
- Coase theorem 115, 223, 245, 283–4
- common law 57
- Common Market (Europe) 6
- common markets 4, 23
- competition 244
 - tying and bundling 103
- competition law
 - comparison of EC and Chinese 78
 - and consumer welfare 87–8
 - EC 77
 - US 77
- competitors, protection of, versus consumer welfare 99–101
- ‘Completing the Internal Market’, EC White Paper 7
- concentration indices 94
- confidential information regimes 247
- consultation processes 158
- consumer surplus 84
- consumer welfare 79, 80, 83–5
 - and competition law 87–8
 - versus protection of competitors 99–101
- Consumers International 257
- contestable markets theory 94
- Cooter, R. 114, 152, 154, 307
- copyright 242, 243, 245–6
 - international harmonization 256
 - to educational and cultural works 256–7
- Cornish, W.R. 246
- corporate governance 200–201
- corporate scandals 212
- Correa, C. 252, 256
- corruption 155
 - China 67, 205
 - Latin America 156
- Cournot model 84
- Cox, C. 121
- Craig, P. 8, 78
- criminal law 152–3
 - to enforce regulatory regimes 157–8
- CSMAR database 170, 173
- Curran, C. 285
- Curzon-Price, V. 42
- Customs Union, European Community 4, 6
- Darby, M. 114
- Dassonville* 7, 9
- De Blasi 68
- De Búrca, G. 8, 78, 86
- De la Rue, C. 274
- De Scitovszky, T. 248
- deadweight loss 81
- debt-growth relationship 38
- decentralization 31
 - and opportunistic behaviour 156
 - ‘race to the bottom’ 41–2
- decentralization of economic power, China 12–18
- decisions, EU 6
- Deloitte 212
- Delors, Jacques 7
- Demsetz, H. 203, 224, 245

- Den Hertog, J. 113
 Dent, G.W. 202, 206
 deregulation 156–7
 derogations, express 11
 Desai, K.S. 92
Deutsche Post 98
Deutsche Telecom 98
 developing countries, concessions in
 IPR 256
 Diamond, S. 246
 directives, EU 6
 Dixit, A. 69
 Djankov, S. 157
 Dodd, P. 176
 Doha Declaration, and TRIPS
 Agreement 261
 Doig, A. 153
 dominant market position, abuse of
 96–104
 Dougherty, S.M. 252
 Drahos, P. 256
 Dressler, J. 249
 Du, J. 164, 165
Du Pont 93
 Dumoulin, J. 257
 dynamic efficiency 82
- Easterbrook, F.H. 211, 215
 Eastern Europe 155
 ownership transition 17
 ECJ (European Court of Justice) 4, 7,
 100
 Belgian margarine case 10
 Cassis de Dijon 7, 9
 Dassonville 7, 9
 Gebhard 10, 11
 German purity for beer case 10
 and integration 8–12
 Italian noodles case 10
 Keck 10
 mandatory requirements 11
 market access test 11, 12
 Michelin 100
 Vitamins 100
 economic development, and taxation
 38
 economic theories of regulation
 113–22
 public interest approach 113–16
 Economides, N. 246
- economies of scale 41–2
 education 118
 ‘efficiency defence’ 84, 85
 Egan, M. 7
 Eger, T. 8
 Eggertsson, T. 61
 Eichenberger, R. 41
 Eisenberg, M. 201, 206, 208
 Ellickson, R. 58
Encyclopedia of Law and Economics
 121
Erica (ship) 272
 Esarey, A.W. 15
 establishment, right of 8
 Europe
 car industry 90
 regulation of professional services
 122–5
 European Commission
 Horizontal Merger guidelines 94,
 100
 professional regulation 112
 regulatory harmonization 6–7
 European Communities
 Block Exemption 87
 competition law 77
 and market integration 85–6
 competition policy and law, and
 consumer welfare 83–4
 Customs Union 4, 6
 Merger Regulation 78
 small and medium sized businesses
 80
 European Communities Treaty
 Article 28 EC 9, 10
 Article 30 EC 9, 11
 Article 39 EC 11
 Article 45 EC 11
 Article 46 EC 11
 Article 58 EC 11
 Article 81 EC 77, 86, 88, 97
 Article 82 EC 77, 86
 European Community legislation
 decisions 6
 directives 6
 regulations 6
 European Council 6
 European Court of Justice *see* ECJ
 European integration 5–8
 European Parliament 6

- European Union
 application of law in Member States 8–9
 autonomy of Member States 10
 budget 5
 ‘co-decision procedure’ 6
 express derogations 11
 federalism in 3
 free movement of capital 8
 free movement of goods 10
 ‘free movement of persons’ 8
 health and safety standards 7
 legislative harmonization 7
 pharmaceuticals 261
 primary law 5
 regulatory competition among Member States 11
 secondary law 6
 trade barriers 5
 Treaties 5–6
- Evans, D.S. 99
- excessive pricing problem 97–9
- excise tax 34–5
- exclusionary practices 101–4
- externalities 114
 and professional services 115
- Exxon Valdez* 272
- Fama, E.F. 203
- Fang 65
- Faure, M. 113, 121, 272, 273, 274, 279, 287, 288, 289, 290, 292, 294
- federal systems, characteristics 4
- federalism
 Chinese-style 12–18, 78
 in the EU 3
 European style 5–12
 market-preserving 3, 4–5
- Fenn, P. 289
- financial predation 102
- Findlay, C. 20
- Fink, C. 252
- Fink, M. 120, 123, 133
- first sale doctrine, intellectual property rights 251–2
- fiscal burden, and public debt 39
- fiscal decentralization 41–2
 and large scale production 41
 and strategic behaviour of local authorities 41
- fiscal federalism 40
- fiscal jurisdictions, decentralized and competing 39–43
- fiscal policy
 ‘political approach’ 30
 and redistribution 37–9
- fiscal systems 29–30
 decentralized 40
- Fischel, D.R. 211, 215
- Fleisher, B.M. 14
- foreign direct investment 252
 China 19
- Foster, S. 121
- free movement of capital, EU 8
- free movement of goods, EU 10
- ‘free movement of persons’, EU 8
- Free Trade Agreements (FTAs) 256
- free-riding problem 31, 42, 87, 88, 115, 245
- Freeman, P. 287
- Frey, B.S. 41
- Friedman, D.D. 246, 247
- Fritz, H. 8
- Froeb, L.M. 84
- functional interchangeability 92
- Gal, M. 98, 99
- Gao, X.J. 205, 206
- Garello, P. 38
- Garoupa, N. 152, 154
- Gaston, R.J. 121
- Gavil, A.I. 99
- Gebhard*, ECJ 10, 11
- Geiger, C. 254
- General Motors* 98
- Geneva Declaration on the Future of WIPO 255
- Geradin, D. 98
- German purity for beer case, ECJ 10
- Germany
 Code of Corporate Governance 211
 competition law 96
- Geroski, P. 83
- Gertner, R. 167
- Gilson, D. 167
- Gini coefficient 50
- Glaeser, E.L. 57
- Gold, E. 274
- Gomard, B. 213
- Goodman, D.S.G. 19

- Gordon, W. 245, 246
 Goredema, C.T. 158
 government hierarchy 4, 23
 governments, institutional autonomy 4
 Granick, D. 16
 Green, R.H. 156, 157
 Greene, N. 249
 Gregory, N. 14
 Griffith, R. 83
 Group of Friends of Development 255
 Gu, X.R. 210
 Guan, Z. 281
guanxi, China 250, 261, 307
 Guanxi Rule 55, 56, 58–9, 60–61, 62, 63, 64, 70, 71
 negative effects 66–7
- Haddock, E. 285
 Hägg, P.G.T. 113
 Han, L. 280, 281
 Hantke-Domas, M. 113
 Hardin, G. 31
 harmonization and standardization,
 ‘new approach’ 7–8
 Hausmann, J.G. 95
 Hayek, F.A. 40, 244
 He, Q. 67
 Heald, P.J. 245
 HeGuang, T.L. 60
 Heilmann, S. 18
 Hermann-Pillath, C. 13
 Hicks, J.R. 82, 248
 hierarchy of governments 23
 Higgs, R. 224
 Hirschman, A.O. 40
 Hirshleifer, J. 58, 59
 Hoffmann La Roche 100
Hong Guang Enterprises 209
 Hong Kong 156
 and the Fund Convention 275
 Security Act 213
 Hong, X. 249
Hongchen Li v. Beijibing Company 222
 Hotchkiss, E.S. 167, 191, 196
 Hu, A. 19
 Hu, H.G. 206, 408
 Hu, J. 280
 Huang, J. 279
 Huang, W. 66, 67
 Huffmann, T.P. 20
- human capital 121
 Huther, J. 155
- ‘Ideal Western Legal Order’ approach
 125–6
 ideology, and social capital 61
 IFC (International Finance Corporation) 14
 Imai, K. 17
 ‘incentivist’ model of public spending
 38
- India
 generic medicines 257–8
 Patent Act 258
- Indonesia 158
 information problems 114–15
 initial public offerings 18
 Institute for Advanced Studies 122,
 123–4
 Institute of Developing Economies 133
 institutional autonomy, of
 governments 4
 institutions 42–3
 integration, and European Court of
 Justice 8–12
 intellectual property, economic
 rationale 244–7
 intellectual property law, growth 239
 intellectual property legislation, China
 249–53
 intellectual property rights
 China 22–3
 first sale doctrine 251–2
 and international agreements 239
 rationale 242–9
 see also TRIPS Agreement
- interest groups, and regulation 116
 International Convention on Civil
 Liability for Oil Pollution Damage
 (Civil Liability Convention or
 CLC) 273, 274–5, 281, 282, 291
 International Convention on the
 Establishment of an International
 Fund for Compensation for Oil
 Pollution Damage (Fund
 Convention) 274, 275
 International Oil Pollution
 Compensation Fund (IOPC
 Fund) 274
 Internet trading 89

- intervention, in markets 11
 inverse elasticity rule 36
 Italian noodles case, ECJ 10
 Ivaldi, M. 95
- James, C. 167
 Japan, Security Act 213
 Jensen, M.C. 203
 Jiang, Q.Y. 22
 Jiang, Y.Y. 216
 Jin, C. 128
 Jin, H. 13, 15
 Jinglian, W. 12
 John, K. 167
 Jost, P.J. 287
- Kaldor, N. 82, 248
 Kaldor–Hicks test 248, 249
 Kaldor–Hicks efficiency 82–3
 Kamperman Sanders, A. 239, 254, 257
 Karni, E. 114
 Kaufer, E. 245
 Kaufman, D. 153, 155
 Keck, ECJ 10
 Kelong Electronics 214
 Kennedy, G. 253
 Keyte, J.A. 94
 Khanna, N. 167
 Kirzner, I. 40
 Kleiner, M.M. 121
 Klitgaard, R. 156, 157
 Kolodok, G. 69
 Kostriksky, J.P. 151
 Kudrle, R.T. 121
 Kunreuther, H. 287
 Kvint, V. 68
- La Porta, R. 164
 Lackner, I.J.M. 112
 Laffer-curve effect 39
 Lan Tian Holding 201
 Lande, R.H. 85
 Landes, W.M. 245, 246, 247, 285
 Lang, L. 167
 Latin America, corruption 156
 Law and Economics 307
 laws, and policies 60
 Lederman, D. 156
 ‘legal centrism’ 57
- legal pluralism, in transitional countries 59–62
 Leland, H.E. 118
 Leonard, G. 95
 Lessing, L. 256
 leverage theory 103
 Li, B. 167
 Li, L. 249
 Li, M. 228
 Li, S. 279
 Li, W. 48
 liability rules, and property rules 247–9
 Liang, N. 202
 Liang, Y. 251
 Libecap, G.D. 224, 233
 licensing, and price increases 121
 licensing systems 157
 Lin, Z.J. 138
 Lindsey, T. 153
 Liu, H. 278, 281, 288
 Liu, J. 227
 Liu, S. 64, 282
 Liu, Z. 135, 138
 Love, J.H. 122, 133
 Lowry, M. 216
 loyalty rebates 100
 Loyaza, N. 156
 Lu, G. 253
 Luo, H.L. 213
 Luo, W. 128
- McGee, J.S. 102
 Mackaay, E. 245
 MacMinn, R. 289
 Majone, G. 157
 mandatory requirements, ECJ 11
 Manion, M. 157
 Manzetti, L. 155
 marginal costs 84
 marine oil pollution 272
 civil liability 272
 compensation, international regime 274
 see also under China
 market access test, ECJ 11
 market definition 92, 93, 105
 market dominance 90–91, 105
 market failure 113–14, 157
 correction by regulation 116
 market information 244

- market integration 85–6, 104
 market interventions 244
 market power 114
 and professional services 15–16
 and technological progress 83
 market shares 91, 93–6
 market-preserving federalism, concept
 of 3, 4–5
 markets, economic effects of 80
 Maskus, K. 251, 252
 Means, G. 202
 Meckling, W.H. 203
 medicine, access to essential 257–8
 Melamed, D. 245, 247
 Menescal, A.K. 254
 mergers 83, 92–3, 102, 105
 Merges, R. 245, 247
 Mertha, A. 252
 Meyer, M.W. 16
Michelin 100
 Milgrom, P. 102
 Miller, J.C. 119
Min Ran Gong 2 281
 Minford, P. 38
 Minogue, M. 155
 Mitchell, R. 286
 MMORPG (Massive Multiplayer
 Online Role Playing Game) 222
 and China 234–5
 contribution to economic growth
 234
 disputes regarding virtual property
 229–31
 hacker software 230, 232
 intangibility of virtual property
 227–8
 manufacturer and technical risks
 231–3
 technical level of property right
 protection 229–33
 and virtual property 226–7
 virtual property, causes of loss
 229–30
 virtual property's physical attributes
 and the distribution of property
 rights 228–9
 Moene, K.O. 153
 monopolies 151
 monopoly 81–2
 Monti 124–5
 Montinola, G. 5, 12, 16
 Mookherjee, D. 12
 Mooradian, R.M. 167, 196
 Morisset, J. 157
 Mossinghoff, G.J. 260
 Muennich, E. 260
 Murphy, K. 70
 Murphy, K.M. 153
 Mutetwa, S. 259
 Muzondo, T.R. 121
 'natural monopoly' 116
 Nelson, P. 114
 Neso, O.L. 157
 'new approach', to harmonization and
 standardization 7
 Ning, S.G. 167
 Oates, W.E. 40, 42
 OECD 50
 OFT (Office of Fair Trading) 112
 Ogus, A.I. 115, 119, 120, 123, 127, 133,
 155, 157
 Oi, J. 64
 Oi, W.Y. 284
 oil pollution *see* marine oil pollution
 Olson, M. jr 33, 116
 opportunistic behaviour, and
 decentralization 156
 opportunistic behaviour problems
 151–2
 direct restraint of regulatory
 opportunistic behaviour 152–5
 legal principles to restrain 151
 Ordoliberalism 78, 106
 Ostergard, R. 254
 Ott, C. 290
 out-sourcing 32
 Ozcayir, Z.O. 286
 Padilla, A. 99
 Pardolesi, R. 90
 Pareto efficiency 80–81, 83
 patents 243, 246, 247
 economic rationale 245
 India 258
 for pharmaceuticals 257
 Paterson, I. 120, 123, 133
 Pazderka, B. 121
 Pedrick, J.L. 294

- Pelkmans, J. 5, 8
 Peltzman, S. 116
 Perloff, J.M. 121
 Pfeffer, J. 121
 pharmaceuticals, licensing 257, 260
 Philippines 154
 Philipsen, N.J. 113, 114, 115, 119, 120
 Phillips, J. 246
 Pigouvian tax 115
 Pijnacker Hordijk, E. 99
 Pistor, K. 57, 164, 165
 Platteau, J.P. 157
 Polborn, M. 287
 policies, and laws 60
 Polinsky, A.M. 152, 154
 political decentralization 3
 political games 224
 Posner, R.A. 58, 113, 223, 245, 246, 247, 285
 Poulsen, A. 167
 poverty traps 37
 predatory pricing structures 102
Prestige (ship) 272
 price concentration analysis 95
 price regulation 118
 Price Waterhouse Coopers 212
 primary law, European Union 5
 private interest approach, to
 professional regulation 116–17
 producer surplus 84
 professional regulation, private interest
 approach 116–17
 professional services
 empirical research on regulation
 119–20
 entry regulation 120–21
 and externalities 115
 and information problems 114–15
 and market power 15–16
 and public goods 115
 quality regulation 117–19
 regulation in Europe 122–5
 regulation of 112
 and self-regulation 119
 professions, regulation in China
 125–40
 property object, physical attributes of
 226–9
 property rights 3, 20, 223
 creation principle 223, 225
 distribution 223, 224
 duty bearers respect of the right
 224
 influential elements 226–35
 right holders desire for the right
 224
 scarcity 224
 distribution principle 225
 first possession, principle of 223, 225
 self-enforcement 225–6
 tied ownership, principle of 223, 225
 valuation of society 233–5
 see also MMORPG
 property rules, and liability rules 247–9
 public choice 113
 public choice theory 33
 public debt, and fiscal burden 39
 public goods 31–3, 114
 and professional services 115
 public interest approach, to regulation
 113–16
 public interest theory of market
 failure, China 139
 public regulation, and self-regulation
 117
 public spending
 ‘activist’ model 38
 ‘incentivist’ model 38
 Putnam, R. 58

 Qian, Y. 5, 12, 13, 14, 15, 16, 168
 Quah, J.S.T. 153
 quality regulation 117–19
 professional services 117–19
 and reliability rules 115

 ‘race to the bottom’ 41–2
 Ran, R. 249
 Raskind, L.J. 245, 246
 ‘rational apathy’ 202
 Rea, S. 290
 redistribution, and fiscal policy 37–9
 registration systems 15
 regulation, and interest groups 116
 ‘regulation index’, for professions 123
 regulation of professional services
 112
 Europe 122–5
 regulation of professions, China
 125–40

- regulations, EU 6
- regulatory harmonization, European Commission 6–7
- regulatory institutions and principles, design of 155–8
- regulatory offices and officials, competition between 156
- regulatory opportunism 157
- regulatory regimes, criminal law to enforce 157–8
- Reichman, J. 247, 248
- rent-seeking behaviour 116, 119
- resale price maintenance 87
- reverse engineering 247
- rights, distribution 223–6
- Riker, W.H. 224
- Roberts, G.L. 85
- Roberts, J. 102
- Robson, A. 35
- Rose-Ackerman, S. 153, 154, 156
- Rosenberg, N. 38
- Ross, D. 88
- Rubin, R.H. 122
- rules
 - formal and informal 158
 - substitutive and complementary effects among 60–61
- Russia
 - government agencies 68
 - Guanxi Rule 55, 56, 58, 68
 - organized crime 68
 - private rules 68
 - social cooperative mechanisms 55
 - Social and Economic Policy Analysis centre 68
 - transitional governance, comparison with China 68–70
- Salop, S.C. 85
- Schäfer, H.B. 285, 290
- Scharfstein, D. 167
- Scharstein, D.S. 102
- Scherer, F.M. 83, 88
- Schiappannacasse, M. 252
- Schmalensee, R. 94
- Schönenberger, A. 285
- Schüller, M. 14, 15, 17, 21
- Schumpeter, J. 83
- Scitovszky test 248, 249
- secondary law, European Union 6
- Seeman, N. 259
- Seidman, A. 158
- Seidman, R. 158
- self-regulation, and public regulation 117
- Sened, I. 224
- Sepulveda, C.P. 252
- Shah, A. 155
- Shah, M.J. 253
- Shaked, A. 118
- Shanghai Composite Index 178
- Shapiro, C. 118, 121
- Shavell, S. 114, 115, 134, 152, 154, 284, 285, 294
- Shen, M. 282
- Shen, Y. 17
- Shenzhen Component Index 178
- Sherwin, R. 95
- Shleifer, A. 57, 70, 153, 215
- Shou, X.B. 216
- Si, Y. 280
- Siegelbaum, P. 155
- simulation analysis 95–6, 108
- Single European Act 7
- Single European Market 7, 8
- Sinn, H.-W. 11
- Sinofin database 170, 173
- Skogh, H. 287
- Slemrod, J. 35, 36
- Smith, A. 31, 35
- Soares, R.R. 156
- social capital 58–9, 66–7
 - and ideology 61
- social norms 58
- Sonin, K. 20
- South Korea 154
- Spassova, V. 38
- Spengler, J. 90
- SSNIP test 91–3, 105
- Stephen, F.H. 115, 122, 133
- Stewart, R. 158
- Stigler, G. 38, 95
- Stigler, G.J. 116, 117
- structural oligopoly model 95
- structure–conduct–performance paradigm 91
- Su, D. 18
- substitution effects 121
- Sutton, J. 118
- Svornyy, S. 121

- Tan, Q. 63
 Tang, H.J. 206
 Tang, Z. 279
 taxation
 and economic development 38
 efficient
 in the context of a unique fiscal jurisdiction 33–7
 definition of 34
 excise tax 34–5
 inverse elasticity rule 36
 lump sum tax 35
 personal income tax 36
 reasons for 31–3
 Teixeira Garcia, A. 252
 Tenev, S. 14
 Tiebout, C.M. 40
 Tirole, J. 153
 Tollison, R.D. 116
Torey Canyon 272
 tort judgement technique 229, 231
 total welfare 84
 trade barriers 4, 5
 China 20, 90
 European Union 5
 fiscal 7
 non-tariff barriers EU 6
 physical 7
 technical 7
 trademarks 243, 246
 trade secrets 246
 transaction costs 223
 transitional countries, legal pluralism 59–62
 transitional governance, comparative institutional analysis 56–8
 Transparency International 68
 Travlos, N. 176
 Trebilcock, M. 286
 TRIPS Agreement 239, 240–42, 251, 308
 Article 31 270–71
 compulsory licensing, and flexibility 258–61
 and the Development Agenda 254
 and the Doha Declaration 261
 most favoured nation treatment 240
 principle of national treatment 240
 and Public Health, joint declaration 260
 subject matter 241
 term of protection 241–2
 Tullock, G. 81, 116
 UK
 Office of Fair trading 99
 Yellow Pages 99
 Ulen, T. 114, 115, 307
 UN Commission of Human Rights 254
 unlawful payments 152–3
 US 259
 American Federal Trade Commission 95
 anthrax crisis 260
 antitrust law 78, 92
 case against China and TRIPS obligations 261–2
 competition law 77
 Digital Millenium Copyright Act (DMCA) 256
 Oil Pollution Act 272
 Securities Exchange Act 213
 Sherman Act 97, 99
 Supreme Court
 Du Pont 93
 Trink 99
 Utton, M. 88
 Van den Bergh, R. 79, 91, 92, 95, 103, 116, 119, 121
 Van den Borre, T. 286
 Van den Heuvel Rijnders, J. 112
 Van Reenen, J. 83
 Vandoren, P. 260
 Varian, H.R. 114, 115
 Vautier, K. 251
 Velásquez, G. 257
 Verboven, F. 95
 Verkerk, H.C. 112
 vertical minimum price fixing 87
 vertical restraints 86–9
 virtual property 222
 see also MMORPG
 Vishny, R.W. 70, 153, 156, 215
Vitamins 100
 Vogel, S.K. 155
VolvolSkani 95
 Wagener, H.-J. 8
 Walker, M. 79

- Wang, B.S. 217
Wang, H. 272, 273, 274, 279, 283, 287,
288, 289, 294, 295
Wang, J. 38
Wang Liu Shen 282
Wang, M. 282
Wang, S. 19
Wang, X. 65
Warner, J.B. 176
Warren-Boulton, R. 245
Washington Consensus 164
Watson, A. 20
The Wealth of Nations 31
Webber, C. 31
Weede, E. 3
Weingast, B.R. 3, 4, 5, 12, 13, 14, 15,
16
welfare, total 84
Werden, G.J. 84, 85
Wescott, C. 153, 156
Wheare, H. 253
‘whistle blowing’ 154
White, W.D. 121
WHO, Essential Drugs List 257
Wilcoxon Signed Rank test 193
Wildavsky, A. 31
Williams, M. 125, 127, 132, 134, 139,
140
Williamson, O.E. 151
WIND Information system 170
Winter, R. 286
WIPO (World Intellectual Property
Organization) 253
 Copyright and Performances and
 Phonograms Treaties 242, 249,
 256
 Development Agenda for WIPO 255
 General Assembly 255
Wong, C. 13
World Bank 153, 154, 155, 252
Woroch, G. 245
WTO (World Trade Organisation)
239
 China’s membership 249–53, 308
 Dispute Settlement Understanding
 260
 Doha Ministerial Conference
 November 2001 259
 ministerial conference (Hong Kong
 2005) 255–6
Wu, C. 274
x-inefficiency 82
Xia, C. 281, 282
Xiang, Y. 251, 252
Xu, C. 57, 164, 165, 168
Xu, L.C. 155
Yang, B. 280
Yang, D. 22
Yellow Pages 99
Yin Guang Xia case 201, 209, 213
Yonehara, B. 249
Yu, P. 252, 261
Yu, X. 279, 280
Yusuf, S. 17
Zhang, H.W. 167
Zhang, J. 58
Zhang, N.Q. 167, 169
Zhang, Q. 65, 126, 127, 128, 129, 132,
133, 134, 157
Zhang, W. 61
Zhang, X. 14, 19
Zhao, L. 280
Zhao, X. 63
Zheng Bai Xia 209
Zheng, H. 279
Zhou, F. 17
Zhou, W. 227
Zhou, Y.S. 213
Zhou, Z. 283, 288