Index

academics and economics 2–5, 13
Academy in Athens 49, 151–2
accumulation see wealth and possessions
acquisitiveness see wealth and possessions
agriculture see farming/agriculture
Alvey, J. 8
Amemiya, T. 20, 46
American Economic Association 2
Aquinas, Saint Thomas 145
Aristotle
about 86, 151
acquisition, natural and unnatural 134
action, motivation, and character (eudaimonia) 96–8
barter 131, 148
city, household, and eudaimonia 133–4, 138–9
division of labour 132, 140–41
divisions of knowledge 87–8
equipment and institutional needs of eudaimonia 98–100, 113
ethical contexts 100–101
ethical motivations 138–9
ethical tradition 6–7
ethics and eudaimonia 89–90
eudaimonia and human functioning 90–93
eudaimonia needs and satisfaction 127–31
Eudemian Ethics 97, 100–101, 103, 105–7, 131
household to polis 16, 107–8, 124
on human nature 88–9
humans as political/social 20, 109–11
influence of 152–3
justice in exchange 144–6, 149
justice, law-abidingness, corrective, distributive 111–13, 115–16, 124, 143
on just price 126
as a law-giver 19
on liturgies 22
and modern economics 155, 156
money 132–3, 135–7, 148
moral virtue(s) 93–5
Nicomachean Ethics 87, 89–100, 105–13, 126, 135, 143–7
origin of the species 105–7
on Plato’s Laws 72, 83
Politics 87, 89, 105–23, 128–43
regime, the best 121–3, 125, 141–2
regime classification 114–15, 116–17, 118–21
Rhetoric 107, 139
and Sen’s ‘functionings’ 10
social achievement 139–40, 141–3
virtues and the polis 108–9, 113–14
see also human well-being (or flourishing); Socrates
artisans and labourers
and citizenship (Aristotle) 141
deprived of good life 23, 30–31, 40, 48
in the good city (Plato) 51, 62, 65
justice in exchange (Aristotle) 126, 144–6
just treatment 84
as part of human soul (Plato) 54
and self-sufficient oikos 16, 42, 45
arts/occupations (Plato) 50–52, 67–9
asceticism 52–3, 65–8
see also desires; wealth and possessions
Athens
democracy of 19–20, 114
economy diverges from Sparta 21–2
education in 24, 26
as ‘mega-polis’ 17
Sophistic economics in 28
women and family in 24–6, 31
Baek, L. 71
behavioural economics 13
Bentham, J. 28
Bonar, J. 59, 70
Booth, W.J. 21, 48
British Classical Economics 6
Buchanan, J. 14
business economists 2

Capabilities approach
ancient Greek influence 15, 33
Aristotle’s influence 141–2, 153
explanation 9–11, 14
Plato’s influence 49, 63, 68, 73, 82, 85
restoring ethical tradition 156
and women 37, 41, 46
Xenophon’s influence 45–6
capitalism 20–21, 60, 70
characteristics approach 10
citizens/citizenship
in ancient Greek polis 19–20, 23–4, 25–6, 30, 40
in best regime (Aristotle) 122–3, 141–2, 147
model of (Plato) 79
need for leisure 141
shaped by laws/politics (Aristotle) 100, 116
shaped by laws/politics (Plato) 51–2, 71–2
in Sparta 64
in variety of regimes (Aristotle) 114–17
in virtuous city (Plato) 58
city/state see polis/poleis (city-states)
code of ethics 2, 13
Colander, D. 4
commongood levels (Aristotle) 106–8, 111–12, 123
communications in polis 18, 19
community
common meals 75, 78, 142
communism central to just city (Plato) 56–8
ideal oikos 16, 29, 40
virtuous action within (Aristotle) 96, 98, 99, 102
see also household and household management
courage 24, 54–5, 72, 74, 94
Crete 17, 75, 78, 118

Cropsey, J. 6, 8, 14, 113
Cynicism 151
democracy
in ancient Greek polis 19–20, 29–30
in Aristotle’s classification 114–15
and good public policy (Plato) 50–52
Protagorean doctrine of 27
terminology 11
see also polity
desires 59, 75, 134, 135–6
see also asceticism
determinism 14
distributive justice see social achievement
division of labour
on gender lines (Aristotle) 106, 124
laws (Plato) 76, 79
in Plato and Xenophon 62–3, 65
and specialization 128–9, 132, 140–41, 146, 147
Xenophon 36, 40

Drakopoulos, S.A. 4
economics, origin of term 17
economics departments 2, 13
economists as scientists see science, economics/politics as a
education
in ancient Greece 23–4, 26, 41
in hierarchy of arts (Plato) 61–2
in Laws 70, 72–3, 82, 85
in ‘paradigm of a good city’ (Plato) 55, 64–5
Plato’s Academy 49, 151–2
role in virtue (Aristotle) 99
and the Sophists 26–9
education hierarchy in (Plato) 61–2
efficiency 6, 61, 63, 149
egalitarian approach 6, 19–20, 124, 147, 149
engineering approach 7, 23, 28, 59, 156
ethical methodology explanation 12
ethical motivations
Aristotle’s contribution to 101, 146
contradictions in (Aristotle) 138–9
explanation 6–7, 9, 13
in individuals and the city (Plato) 62
in Laws 69, 73
in modern economics 156
Plato’s scope of 52, 81
role in actual behaviour 12
underpin kalokagathia 41, 45–6
ethics, definition (Aristotle) 88
eudaimonia see human well-being (or flourishing)
eugenics in ancient Greece 25–6, 31, 56–8, 64
Evers, W.M. 63
exchange value 135
family
abolition concept (Plato) 56–8, 64, 75
in ancient Greek polis 25–6
in Aristotle 99, 123–4, 125, 129
origin of the species (Aristotle) 105–7
as self-sufficient 109
farming/agriculture
and citizenship (Aristotle) 141–2, 148
competition absent 36
division of labour 140
form of acquisition (Aristotle) 134
in a good life (Plato and Xenophon) 36, 38–9, 52, 61, 134
justice in exchange 144–5
as old money (Plato) 60
as productive art 68
self-sufficiency of 16
subsistence farming 39, 48, 90, 149
subsistence of households 128–9
food
distinctions between desires (Republic) 59
laws relating to (Plato) 78, 84
necessary for human well-being 45–6, 98
state management of 22–3
for women 25, 36–7, 47
Frank, R.H. 5
freedom
from acquisitive activity 40
in ancient Greek polis 39–40
in extremes of democracy 75
and leisure 18, 23, 30–31, 123
for Sen 10–11, 14, 45
see also human well-being (or flourishing)
friendship
in development of polis (Aristotle) 107–10, 113, 123, 124
guiding economic laws (Plato) 77
in a household 129, 138
in money-lending 137
and oikonomikê techné 43–4
in Republic 118–19
types (Aristotle) 105–6, 122
and usufruct rights 37, 43–4
virtue (Aristotle) 94–5, 99
gender equality
in Aristotle 102, 106
in the Capabilities approach 10–11, 14
in Plato 56–8, 73, 82
see also women
general equilibrium theory 7
generosity (Aristotle) 95
gentleman (kaloskagathos)
explanation 23, 34–5
and friendship 138
Plato’s move to 81–2
sense of duty in 38–9
virtue as an end (Aristotle) 101, 103
see also household and household management
Global Financial Crisis 1, 3
‘the good’ 6, 36, 53, 56, 67–8
the good life
Aristotle 88, 110, 130, 134, 136
freedom from economic activity 18, 29–30, 39–40, 123
Plato 49, 52–3, 58, 65–6, 68–9, 72–3
as zero-sum game 23–4
see also human well-being (or flourishing)
Gordon, B. 28, 34, 80, 144–5
greatness of soul virtue (Aristotle) 95
greed 4, 6, 13
see also self-interest
Greenspan, A. 1, 3
happiness principle as quality of life measure 142
see also human well-being (or flourishing)
Hausman, D.M. 4–5
hedonism
hedonic or utility calculus 27–8, 32, 150, 156
rejection of (Plato) 50–52, 67–8
see also pleasure/pain calculations; wealth and possessions

Hessiod 26
household and household management in ancient Greece (oikonomikos) 38–41, 41–4, 47, 48
and artisans 16
barter 131, 148
development to polis (Aristotle) 107–8, 113
ethical contexts of (Aristotle) 101
ideal as self-sufficient 16, 34, 42, 109, 126, 130
in levels of analysis 12–13
needs and satisfaction met in 127–31, 138–9
oikonomikos explanation 29
oikos as origin of term ‘economics’ 17
oikos explanation 15–17, 29
oikos within the polis 18, 29
in Plato’s dialogues 49, 58, 81–2, 85
practical science of (Aristotle) 88
pyramidal structure of oikos 17–19, 23–4, 38, 40, 57–8, 75, 79, 110–11, 119–20, 143, 147, 154
similar to ruling a polis 44, 107, 124
see also community; polis/poleis (city-states)
human nature
Aristotle 88–9, 90–93, 97, 105–7, 125
Plato 67–9, 70, 81–2
human soul
Aristotle 89, 121
Plato 54, 56, 58, 72
human well-being (or flourishing)
explanation of 12
as functionings (Sen) 10–11
in the good life (eudaimonia) 45–6
interpretive dispute of eudaimonia 92
in modern economics 155–6
in Plato’s dialogues 49, 50–52, 54–5, 81–2, 83
in principles guiding laws (Plato) 73–4
Socratic models 154
Xenophon’s Socrates on 34–5, 41, 44, 45, 46
incontinence 34, 42, 46, 100
individual
and choice 9, 14
city and the (Plato) 50–52, 54, 56, 62, 85, 121–2
in levels of analysis 12–13
political arrangement shapes 51–2
rule of laws compared to rule of 69
inequality limited in economic laws (Plato) 77, 84
Jaffa, H.V. 135
justice
as defined in Republic 28, 53–4, 63
distributive (Plato) 76–7
in exchange (Aristotle) 144–6
in ‘the good’ (Plato) 56
law-abidingness, corrective,
distributive (Aristotle) 111–13, 115–16, 123, 124–5, 143
and polis 109–10, 124
as political principle (Plato) 75–6
reciprocity (Aristotle) 107, 145–6
of the ruler 124–5, 142, 148
and virtue 54–6, 94–5
just price 12, 80, 81, 84, 126, 153
Keynesianism dismantled 3
kin altruism 155
Kitto, H.D.F. 17, 24, 29, 31
knowledge
divisions of (Aristotle) 87–8
and virtue 33, 96
and wealth 52
see also philosopher
Kreps, D. 4
kurios 17, 18, 19, 47
Lancaster, K. 10
law-giver (nomothêtēs) 19, 71–2
Laws (Plato)
Aristotle’s views on 120–21
compared to other dialogues 69–71, 81–2
definition and purpose of laws 72
and elitism of goodness 65, 66
ethico-economic laws 78–9
influence of 152
introduction 71–2
principles 74–7

Jaffa, H.V. 135
justice
as defined in Republic 28, 53–4, 63
distributive (Plato) 76–7
in exchange (Aristotle) 144–6
in ‘the good’ (Plato) 56
law-abidingness, corrective,
distributive (Aristotle) 111–13, 115–16, 123, 124–5, 143
and polis 109–10, 124
as political principle (Plato) 75–6
reciprocity (Aristotle) 107, 145–6
of the ruler 124–5, 142, 148
and virtue 54–6, 94–5
just price 12, 80, 81, 84, 126, 153
Keynesianism dismantled 3
kin altruism 155
Kitto, H.D.F. 17, 24, 29, 31
knowledge
divisions of (Aristotle) 87–8
and virtue 33, 96
and wealth 52
see also philosopher
Kreps, D. 4
kurios 17, 18, 19, 47
Lancaster, K. 10
law-giver (nomothêtēs) 19, 71–2
Laws (Plato)
Aristotle’s views on 120–21
compared to other dialogues 69–71, 81–2
definition and purpose of laws 72
and elitism of goodness 65, 66
ethico-economic laws 78–9
influence of 152
introduction 71–2
principles 74–7
Index

role of education 72–3
see also Plato; public policy and legislation
legal positivism 28, 32
legislation see public policy and legislation
levels of analysis 12–13
Lewis, T. 134
liturgies of ancient Greece 22, 30
Logical Positivism 7
Lowry, S.T. 28, 29, 30, 32, 62, 63, 127, 135, 144, 146
on Xenophon’s division of labour 36
Lycurgus 19–20, 37
Macedonians 26
magnificence (Aristotle) 94
Mandeville, B. 8
Marginal Revolution (1870s) 59
markets and market fairs 5, 79–80
Marwell, G. 4
Marx, K. 10, 14, 31, 126–7, 133, 135
materialism/economism 8
mathematics 1, 71, 81, 95, 153
McCloskey, D. 1
McComiskey, B. 27, 31
McPherson, M.S. 4–5
megaloprepeia 47, 94
Meikle, S. 128, 130, 153
mercantilism and proto-mercantilism 26, 28–9, 33
metics (foreign residents) 19, 23–4, 30, 84, 103, 149
microeconomics 17–18, 40, 88
Mill, J.S. 9
Minowitz, P. 8
the miser 43–4
moderation
in city and individual 54–6
in ethical principles 74–5
in household management 42–4
just price context 153
mean between luxury and denial 70–71
reason and passions 50–52, 59
virtue 95, 103
see also wealth and possessions
modernists vs primitivists 20–23
monarchy and tyranny 115
monopoly on price 80, 137, 145, 148
Nagle, D.B. 16, 17, 19, 104
natural law (Xenophon) 44
Nichols, J.H., Jr. 31
Nussbaum, M.
on Aristotle’s best regimes 121, 141–3
egalitarian interpretation of Aristotle 6, 113, 124, 147, 149
on essentialism (Aristotle) 90
on human functional capabilities 10
human functioning (Aristotle) 101
impediments to virtue (Aristotle) 96
influence on Sen 7
on modern economics 155, 156
on the Phaedo 52–3, 65–6
on Plato 49
on the Protagoras dialogue 27, 32
public education (Aristotle) 99–100
on the Republic 65–6
on species view of humans (Plato) 67–8
on techné 29
on wisdom (Aristotle) 87
oikonomikē technē 38–40, 41–4
see also household and household management
oikonomikos see household and household management
oikos see household and household management
old age, rational planning for (Xenophon) 42–3, 45
oligarchy and aristocracy 78, 115–16, 122–3, 142, 148
origin of the species (Aristotle) 105–7
Pack, S.J. 8
pambasileia 111, 122
Pareto Optimality 6–7
passions and reason see reason and passions
Pericles 20, 22, 28
Peripatetic School 152
Petrochilos, G.A. 23, 34–5, 61
philosopher
eudaimonía life of (Aristotle) 90, 113
goodness and asceticism (Plato) 65–6
Nocturnal Council 75, 81
rule central to just city (Plato) 56–8, 65, 66
rule vs rule of laws (Plato) 70
Socrates teaching on 34–5, 45, 46
supreme position of 52, 111, 122, 125
philosophical/aristocratic view 6
physical fitness (ancient Greece) 25–6
Physiocrats (Xenophon) 29, 36
Piraeus (Athenian port) 23

Plato
about dialogues 49, 80–81
in administrative traditions 62
Euthydemus 52–3
Gorgias 28, 50–52, 59
influence of 151–2
Phaedo 52–3
Philebus 67–9
Protagoras 27–8, 32, 50, 52
Sophist 67–9
on the Sophists 27
Statesman 67–9
Theaetetus 27
utopianism and Sparta 26

see also household and household management

political definition (Aristotle) 88
in the Capabilities approach 11
Sparta (Aristotle) 114–15
Sparta as 20
terminology 11

see also democracy; rule of laws
Pomeroy, S.B. 24, 31, 47
population of ideal polis 122
positive/normative distinction 156
possessions see wealth and possessions
Post-autistic Economics (PAE)
movement 2, 3, 13
poverty
avoidance of 76, 130–31
in the Capabilities approach 11
laws relating to (Plato) 78
and limits to money-making (Plato) 51
linked to crime (Plato) 60
pre-Socratics 26–9
private ownership rights
Aristotle’s defence of 119–20
and early household management 128
guiding economic laws (Plato) 76–7, 84
in justice definition (Plato) 53
of rulers (Plato) 78
in Xenophon 35–6, 37, 45
see also wealth and possessions
prudence 75–6, 103, 107, 116
public policy and legislation
Aristotle 99–100
Plato 51–2, 78–80
ruined by bad rulers 83
see also Laws (Plato)

reason and passions 50–52, 53, 58, 59, 93, 96–7, 124
see also self-interest
relativism/essentialism 27–9, 90–93
religion 18, 83, 149, 152, 153, 156
Republic (Plato)
Aristotle’s view of 118–21
city and the individual 54, 56, 85, 121–2
ethical and political content 53–9, 81–2

pleasure/pain calculations 27–8, 74
Aristotle 91, 98, 102–3
see also hedonism
Polanyi, K. 6, 20–21, 30
polis/poleis (city-states)
economic conditions of 21–3
explanation 15, 17–18
friendship role in (Aristotle) 95
and goodness of individual 50–52
institutions supporting (Plato) 56–8
in levels of analysis 12–13
and managing acquisition 133–7
money 132–3, 135–7
oikos within the 18, 29, 107–8
‘paradigm of a good city’ (Plato) 54–5, 83
parallel with human soul 56, 121
regimes of 67–9, 114–17, 121–3
sets conditions for justice 109–10, 113
size limited by virtue (Plato) 59–60
specialization and self-sufficiency 54, 60–61, 62–3, 64, 122
stability of 73–4, 82, 115–16
and sufficiency 130–31
virtues made possible by 108–9

see also household and household management

see also knowledge
four revolutionary institutions 56–8
‘a good city’ 54–6
justice, definitions 28, 53–4
the philosopher and the good life 65–6
political economy 59–62
proto-mercantilistic economic policy 28–9
Sophist teaching in 28
see also Plato
retail trade 60–61, 79–81, 134, 135, 138, 148
retirement planning (Xenophon) 42–3, 45
rhetoric/rhetorician 27–9, 31–2, 51
Robbins, L. 7, 26
Rothschild, K.W. 4
rule of laws 11, 69, 70, 111–13, 115–16
see also polity
Salkever, S.G. 87
Schumpeter, J. 145
science, economics/politics as a
in academia 1–5
applying knowledge 96
economics as independent 5–6
ethical methodology 1–2, 12–13, 155–6
microeconomics 17
positivism 7
practical science 87–8, 89, 93, 101, 102
vs natural science 33–4, 45, 153
see also Capabilities approach
self-interest 3, 4, 6, 8, 13, 154
see also reason and passions
Sen, A.
on best regimes (Aristotle) 121
egalitarian interpretation of Aristotle 113, 124, 149
on the ethical tradition 23
On Ethics and Economics 6–7
‘ethics-related tradition’ 6–7
on modern economics 156
on money-making (Aristotle) 93
on origins of ethical crisis 5
on social achievement (Aristotle) 141–3
social democratic approach 6, 11, 14
see also Capabilities approach;
engineering approach; ethical motivations; social achievement
slavery
in ancient Greek poleis 18, 19–20, 23–4, 29, 48
in Laws (Plato) 73, 83
as part of structure 110–11, 124, 130–31, 154
of wives and children 129
Smith, Adam 3, 8, 10
Wealth of Nations 36
social achievement
in Aristotle’s best regime 147
in the Capabilities approach 10
contradictory interpretations (Aristotle) 139–43
as distributive justice 6–7, 141–2
in modern economics 156
overall happiness (Aristotle) 142–3
Plato’s variations 82
Socratic models 154
and Sophistic view 28–9
as state/city in level of analysis 13
social democratic approach 6, 11, 14
see also egalitarian approach
Socrates
influence of 150–51
and the Sophists 27–8
see also Aristotle; Plato; Xenophon
Socratic School 33–5, 155
Solon 26, 30
Sophists 26–9, 31–2, 33, 150
Sparta
Aristotle’s view of 118
communal meals 75, 78
constitution 36–7
democracy of 19–20, 30
economy diverges from Athens 21–2
education in 24, 26, 31
physical fitness 25–6
private property and common usage 37
public-spirited orientation of 26
women and family in 24–6, 31
standard of living measurements 11, 12
state/city see polis/poleis (city-states)
Staveley, R. 6, 8, 14
Strauss, Leo 8, 14, 29, 31, 47, 77, 124, 149
Syracuse 17
taxes/taxation 22, 65
Taylor, C.C.W. 32
tekhné (technique) 17, 27
definition 29
teology (Xenophon) 44
theocracy 71
usufruct rights 37, 43–4
usury 136–7, 139, 150
see also wealth and possessions
utilitarianism 13
utopianism
city and human soul 54, 62, 70, 121
pambasileia (Aristotle) 122
Plato’s revised 81
Sparta 26
virtue ethics 153
virtue(s)
action, motivation, and character
(Aristotle) 96–8
in best regime (Aristotle) 122–3
contribution to polis 115
as end themselves (Aristotle) 101
in Laws (Plato) 75–6, 83–4
list of moral (Aristotle) 94–5, 103
in notion of human (Aristotle) 91–3
of the ruler 124–5
war or peace, economics to serve 28, 47,
53
wealth and possessions
accumulation 36, 38–40
in ancient economy (overview) 21–3
barter 131, 148
and consumerism 51
critique of acquisitiveness (Plato)
69–70, 84
as ‘debatable good’ 34, 42–3
development trap 108, 124, 127
laws relating to (Plato) 76–7, 78, 82
life of money-making (Aristotle) 93
limits on 59–60, 62–3, 64, 74–5
modes of acquisition (Aristotle)
128–9, 134–7
money 132–3, 135–7
money-lending 21, 136–7, 139, 148,
150, 156
oikonomikê, chrēmatistikê, and
ktéitikê (Aristotle) 128
redistribution of resources (Aristotle)
99, 115–16
and retail 79–80, 134
speculative land ownership (Socrates)
47
and usefulness 38, 47, 52–3, 57–8, 94
see also moderation; private
ownership rights
welfare economics 7, 13
White, N. 56, 66
Williams, B. 89
wisdom (sophia) 54–5
women
and family in polis 24–6
household management 31
in polis 18, 19, 23
Spartan 46, 47
Xenophon on 36–7, 41
see also gender equality
Xenophon
in administrative traditions 62
Constitution of the Lacedaemonians
(Spartan constitution) 31, 35,
36–7, 47
Cyropaedia 35–6
on the duty of oikonomikos 38
on the ethics of kalokagathia 23, 81
on eudaimonia 34, 35
Hiero 35–6
on household and polis management
44, 107
on the ideal oikos 16
influence of 151
introduction to 35, 46
on liturgies 22
Memorabilia 35, 41–4
on need 42
Oeconomicus 16, 22, 29, 31, 35,
38–41, 44, 46, 47
on self-interest 154
see also Socrates
Yezer, A.M. 4
zero-sum game mindset 18, 23, 28, 29,
48, 147