

Index

- accumulation mode of production in
Mexico and economic structure of
the manufacturing industry (and)
196–210
conclusions 208
definition of MSMEs 197
financialization in pattern of
accumulation of Mexican
manufacturing industry 204–8
pattern of accumulation of
manufacturing industry
197–204
- Ackerman, F. 86
Adelman, I. 72
Adler, G. 249
Aizenman, J. 249, 251
Alcántara, J.A. 216
Álvarez, A. 9, 188
Alvarez-Béjar, A. 194
Álvarez, I. 244
Amaro, M. 117
Amin, S. 86
Amsden, A. 95, 167
Arceo, E. 70, 73–4, 77, 86
Arestis, P. 20, 216
Arrighi, G. 73, 77
Asia 77–8
East 128
South-east 80–84, 165, 258
Asian tigers 80
asset-backed securities (ABS) 146,
149–50
Asteriou, D. 220
Avent, R. 136
- Bagehot, W. 213
Ball, L. 246
Bandiera, O. 215–16
banks (and) 39 *see also* European
Central Bank (ECB) *and* Mexico
Bank of Italy data 61–2
- Bank of Japan 39, 125, 129
Bank of Mexico/Banco de México
170, 222, 236, 240, 246–9,
254–5, 257, 259
Bundesbank (West Germany) 19,
247
in developed world and the
European Union 39
European System of Central Banks
(ESCB) 36
Eurosystem 39
in the Eurozone (Mediobianca study
2011, 2012) 62
World Bank 170, 232
- Baran, P. 93
Basel 3: financial architecture 62
Basel Accord, new version of 62
Basualdo, E. 209
Beigel, F. 86
Bellofiore, R. 16, 96, 143, 152, 155
Bernanke, B. 98
Bhaduri, A. 234, 244
Bielschowsky, R. 73, 86
(the) big financial crisis and European
economic adjustment *see*
strengthening of the neoliberal
agenda
- Blanchard, O. 18, 133
Blecker, R. 84, 87
Bofinger, P. 249, 251
Boorman, J. 133, 136
Borio, C. 23
Bougrine, H. 152, 154–5
Brazil 78, 84, 166, 214, 256
Bresser-Pereira, L. 73
Bretton Woods system 37, 69, 72
BRICs countries 81–4, 183
- Calvo, G.A. 249
Canales-Kriljenko, J.I. 248
Capaldo, J. 188

- Caprio, G. 143
 Cardoso, F. 86
 Cashin, P. 143
 Caskey, J. 52
 Castaingts, J. 177
 CEPAL (UN Economic Commission for Latin America and the Caribbean) 69, 71–3
 structuralist theory 70
 structuralists 72–3
 thinking 84
 Chick, V. 218
 China 26–7, 77–8, 80–81, 84, 126, 134–5, 166
 and growth of exports to the US 238
 joins WTO 78
 reduction in growth of 17
 and the US: the world's greatest bilateral disequilibrium 133–4
 Cohen, B.J. 138
 collateralized debt obligations (CDOs) 129, 146, 149–50
 Collignon, S. 18
 Contreras, M.G. 246
 Corley, M. 117
 credit default swaps (CDS) 151–2
 crises *see* financial crises
 Crotty, J. 143
 Cukierman, A. 246, 248, 259
 Cypher, J. 69, 72
- Danninger, S. 26
 Das, S. 156
 Daude, C. 249
 Davidson, P. 162
 debt deflation theory and the Great Recession (and) 49–66
 concluding remarks 63–5
 debt deflation processes in the Eurozone 57–60
 debt deflation processes in the USA 55–7
 Fisher's theory of debt deflation 50–55 *see also* Fisher, I.
 policy implications drawn from 54–5
 three basic feedbacks and herd behaviour 50–51
 update and relevance of 51–4
- policy implications of recent debt deflation processes 60–63
 third mechanism 55–6, 59
 De Cecco, M. 96
 definition(s) of
 endogenous core 166
 financialization (Epstein) 3
 MSMEs 197
 De Gregorio, J. 246
 De la Cruz, J.L. 216
 Demetriades, P. 216
 Demirgüç-Kunt, A. 155
 dependency theory 70–73, 90–92, 105
 to financialization 92–8
 Detragiache, E. 155
 Developing Economies, Institute of (IDE) 26
 De Vroey, M. 1
 disequilibrium, economic growth and economic policies: controversies 1–7
 Disyatat, G. 249
 Disyatat, P. 23
 Drucker, P. 112
 Duménil, G. 74
 Duncan, R. 132, 136–7
 Duttagupta, R. 143
- Economic Commission for Latin America and the Caribbean (ECLAC) 69, 73, 94, 106
 Economic Cooperation and Development, Organization for (OECD) 81
 economic growth and financial development in Mexico 213–30
 bidirectional and historical relationship between 217–19
 conclusions 227
 liberalization and financial depth vs financing economic growth (and) 219–27
 evidence on the causal relationship 224–7
 monetary stability with
 low economic growth:
 macroeconomic view 219–20
 vicious circle, financial depth, low financing of productive activities 220–24

- review of recent literature on 215–19
- economic hegemony 2–3
- Economic and Monetary Union (EMU) 18–19, 21, 23, 35–6, 43, 46, 186, 188
 - collapse of 28
 - design faults of 16, 20
- Economic Research, National Bureau of (NBER) 181
- Eichengreen, B. 251
- Epstein, G. 3, 112
- Escobar, A. 86
- euro crisis: a structural and monetary perspective (and) 15–33 *see also* financial crises
 - changing landscape of European and German industry 25–7
 - conclusions 29–31
 - credit theory of money perspective on external imbalances 21–4
 - financial and industrial integration in the Eurozone 27–9
 - global and European crises 16–18
 - trade imbalances: the heterodox approach 20–21
 - trade imbalances: the mainstream consensus (and) 18–20
 - Net International Investment Position (NIIP) 20
 - TARGET and Troika loans 19
- European Central Bank (ECB) 20, 36–7, 42, 60, 129, 186
 - Long Term Restructuring Operations (LTRO) 135
 - monetary policy 39
- European Coal and Steel Community 35
- European Commission (EC) 36, 45, 188
- European Economic Community 35
- European Financial Stability Facility (EFSF) 42
- European Financial Stability Fund (EFSF) 58
- European Union (EU)
 - Common Agricultural Policy (CAP) 130
 - decline in share of labor 116
 - financial systems 40
- Eurozone 18–20, 23–4, 31, 37–45
 - banking crisis and explosion of sovereign debt in the 40–42
 - budgetary policy in the 62–3
 - crisis of the 27, 29
 - and DAX German stock exchange index 58
 - debt deflation processes in the 57–60
 - financial and industrial integration in the 27–9
 - globalization, financialization, and financial problems of the 37–42
 - policy debate in the 64
 - strengthening of neoliberal agenda in the 42–5
 - and austerity, fiscal consolidation and internal devaluation 43–5
- Fabrice, C. 117
- Fajnzylber, F. 95, 166
- Fazzari, S. 52
- FDI flows 75–7
- Fields, D. 138
- Fisher, I. 49–57, 59–60, 63–5 *see also* debt deflation theory and the Great Recession
- financial crises 15, 34, 208 *see also* strengthening of the neoliberal agenda
 - 1929–1939 (Great Depression) 63, 119–20, 127–8, 143
 - 1983–1987 recession 201
 - 1994–1995 215, 221
 - 2000–2001 127
 - 2006–2007 26
 - 2007–2008 (Great Recession/Lesser Depression) 62–3, 125, 127, 143, 145, 153
 - 2008–2009 38, 136, 139, 181–6, 191, 204–6, 208, 236, 258
 - 2014–2015 170
 - Asian (1997–1999) 126, 132
 - and association with excessive debt 170
 - BoP 21, 27–9
 - collapse of US financial system (2008) 112
 - current 144
 - devaluation (1982) 203
 - Greek (2010) 17

- Lehman Brothers' bankruptcy 39, 58
 in Mexico (1995) 236–7
 Second Great Financial Crisis (2008) 2
- financial globalization 34, 39–40, 198
- financial instruments
Cetes (1978) 235
Petrobonos (1977) 235
- financialization, crisis and economic policy (and) 143–58
 conclusion 155
 current policymaking, wealth concentration, instability of financial markets (and) 145–53
 finance and financial innovations 148–52
 increased household indebtedness and demand for securities 152–53
 the monetary circuit and crises 146–8
 towards a radical change in economic policy 153–55
- Fisher, I. 50–55
- Fleming, J.M. 259
- Foladori, G. 117
- Foley, D.F. 150
- Foster, J.B. 38
- Foucault, M. 152
- France 35, 40–41, 58, 61, 78, 81, 127
- Frank, A.G. 93
- free trade agreements 187–9
 North American Free Trade Agreement (NAFTA) 183, 187
 Trade in Services Agreement (TISA) 182, 187–8
 Trans-Atlantic Trade and Investment Partnership (TTIP) 181, 187–8
 Trans-Pacific Partnership (TPP) 181, 187–8
- Frenkel, R. 249
- Friedman, M. 1
- Fröebel, F. 74
- Furtado, C. 86
- Galati, P. 249
- Galbraith, J.K. 119
- Gallagher, K. 86
- Garber, P. 23
- Garrido, C. 237, 244
- Gatti, D.D. 143, 145
- Geraats, P. 249
- Gereffi, G. 73–4
- German(y) 3, 21, 26, 31, 38, 40, 59, 61, 78, 81, 110, 122, 127, 133, 135–6
 Bazaar Economy (Sinn) 25
 competitive advantage in Eurozone 27
 strategy of 'beggar thy neighbour' 30
 West 19, 35, 247
- Giavazzi, F. 18–19, 31
- Gilman, M. 138
- Glaeser, E.L. 200
- Glick, R. 249, 251
- global disequilibria 131–42
 accumulation of foreign currency reserves 132
 and conclusions 138–40
 exchange rates 134–5
 expansion of credit in the IMS 136–8
 flows of international capital 135–6
 inequitable distribution of income (and) 124–42
 austerity, vulnerability and unemployment 127–30
 commodity and farmland speculation 130–31
 inequality, increase in 126–7
 preeminence of the financial sector 131–2
 and the US and China: the world's greatest bilateral disequilibrium 133–4
 globalization deregulation and liberalization, post-Bretton Woods era policies of 37
- Goda, T. 129
- Godley, W. 31
- Goodfriend, M. 1
- Gorenstein, S. 74
- Gould, E. 188
- Graziani, A. 147
- (the) Great Moderation 15–16, 57
- Greece 19, 21, 41–2, 45, 61, 152
- Greenspan, A. 133
- Guadalupe, M. 199
- Guillén-Romo, H. 73
- Gurley, J. 92

- Gutiérrez, E. 247
 Gutman, G. 73–4
 Gwynne, R. 86
- Hale, J.T. 119
 Halevi, J. 143, 152, 155
 Harris, D. 117
 Hausmann, R. 246, 251
 Hawtrey, R. 2
 Heijs, J. 201
 Hein, E. 21
 Helburn, A. 57
 Hellebrandt, T. 119
 Hernández Laos, E. 167
 Herndon, T. 47
 Hicks, J. 1, 178, 213
 high net worth individuals (HNWIs)
 129, 152
 Holinski, N. 18
 Hoshi, T. 144
 Huerta, A. 161
 Hüfner, F. 1, 248–9
- Icard, A. 133, 136
 Industrial Revolution 118–19
 inequality, technological change and
 worldwide economic recovery
 (and) 108–24
 conclusions 120–22
 financial decoupling 111–14
 and technological change in the
 recovery 118–20
 growth and employment 109–11
 technological unemployment and
 recovery 114–17
 technology unemployment: an
 alternative hypothesis 117–18
 inequality
 of income and social mobility
 118–20
 rising 27
 International Monetary Fund (IMF)
 6, 38, 42, 45, 110, 128, 132, 136,
 154, 232
 and global financial stability 133–4
 international monetary system (IMS)
 28, 112, 121, 126, 131, 136–8
 Invernizzi, N. 117
 Ireland 19, 21, 38, 41, 57, 61
 Italy 19, 35, 42, 59–62, 110
- Japan 38, 78, 81, 96–7, 130, 133, 136,
 247 *see also* banks
 adoption of monetary policy (2013)
 135
 decline in share of labor in 116
 Johnson, K. 24
 Jorgenson, D.W. 116, 120
 Joutz, F.L. 26
- Kaldor, N. 93
 Kalecki, M. 2
 Kaminsky, G.L. 143
 Kaplinsky, R. 73
 Kato, L. 201
 Kay, C. 86
 Kerr, W.R. 200
 Keynes, J.M. (and) 2, 17, 54, 173
 Keynesian framework 218
 Keynesian perspective 15
 Keynesian theory 69
 post-Keynesian view of financial
 balances 20
 Kitcher, P. 117
 Koo, R.C. 53
 Korzeniewicz, M. 74
 Kregel, J. 162
 Krippner, G. 98
 Krugman, P. 49, 55
 Kumhof, M. 113
- Lall, S. 103
 methodology 103
 Lane, P.R. 132
 Lapavistas, C. 38, 108, 112
 Latin America 6, 45, 72–3, 78–81,
 83–6, 128, 166, 187, 200, 214
 foreign debt crisis (1980s) in 38
 Latin America in the new international
 order (and) 90–107
 conclusions 104–6
 explanatory theories of limited
 economic growth 92–8 *see*
 also dependency theory *and*
 structural theory
 high liquidity, reduced financing and
 structural imbalances 98–104
 external balances 103–4
 financial account 99–101
 the productive structure 101–3
 Lavoie, M. 2, 162

- Lazonick, W. 244
- legislation (Mexico)
- New Foreign Investment Law (1993) 235
 - Public Finance Budget and Responsibility Law (2006) 236
- legislation (US)
- Dodd-Frank Act 144
 - Financial Services Modernization Act 1999 (Gramm-Leach-Bliley Act) 228, 233
 - Glass-Steagall (Banking) Act (1933) 144, 218, 228
- Levy, D. 74
- Levy, N. 38, 161, 198
- Levy-Yeyati, E. 249
- limits of export-led growth model:
- the Mexican experience (and) 161–80
 - conclusions 176–7
 - financing economies with structural deficits: close external gap or grow 171–4
 - progress of Mexican economy: key sectors for sustained economic growth 163–71
 - analysis of balance of trade: disequilibria 164–5
 - financing production: transitional periods/operation of the model 170–71
 - income elasticity of imports 169–70
 - inter-sectoral linkages in manufacturing 165–7
 - labor productivity: a positive rate of growth? 167–9
 - why the Mexican economy fails to grow 175–6
- Loayza, N. 248
- López, F. 216
- López, H. 86
- López, T. 219
- Lucarelli, B. 21
- Lucas, R. 1
- Luengo, F. 242
- Luxemburg, R. 92–3
- Lynch, J. 57
- Lysandrou, P. 129
- Maastricht Treaty (Treaty of the European Union) 35–6, 40
- McAfee, A. 118
- Macedo Cintra, M.A. 135
- McKinnon, R. 92, 171, 232
- Magalhaes Prates, D. 135
- Magdoff, F. 38
- Mántey, G. 250–53
- Marini, R.M. 74, 93
- Marshall Plan (European Recovery Program) 35
- Marshallian marginalist analysis 69
- Martinez, J.M. 206
- Martinez, T. 166
- Marx, K. 156
- Marxian perspective 15
- Mayer, J. 130
- Menkhoff, L. 112
- Merler, S. 19
- Mertins-Kirkwood, H. 188
- Mexican economy in 2014: between crisis, free trade, social devastation and labor precarization (and) 181–95 *see also* free trade agreements
- 2008–2009 crisis: implications and unresolved global problems 182–4
 - 2008–2009 crisis: its stages and fragility of the recovery 184–6
 - conclusion 194
 - global strategy of Barack Obama (2013–2014): major free trade agreements 187–9
 - key neoliberal pincers: deregulation and integration 191–4
 - Peña Nieto administration and second generation neoliberal reforms 189–91
- Mexican Stock Exchange 242, 257
- Mexico 78, 187, 214, 216 *see also* accumulation mode of production in Mexico; banks; legislation (Mexico); limits of export-led model; private sector finance in the era of deregulation and economic openness *and* pro-cyclical fiscal policy and fiscal support of Mexican monetary policy

- Enrique Peña Nieto comes to power
in 182
- Milesi-Ferretti, G.M. 132–3
- Minian, I. 73
- Minsky, H.P. 16, 31, 51–2, 63–4, 96,
152
- models
finance-led 4
Luxemburg-Kalecki/Kaleckian
foreign trade 21
Thirlwall 173
- monetarism (and) 69
monetary approach (Austrian
School) 1
New Classical Consensus 1
- Mohanty, M.S. 250
- Mongelli, F.P. 19
- Montanaro, E. 62
- Moore, G. 117
- Moore's Law 117
- Morales, E. (President of Bolivia)
131
- Morales, J.A. 204–5
- Morales, M.A. 117
- Moreno, R. 252
- Moreno-Brid, J. 161
- Morera, C. 38
- Mueller, N. 59
- Mundell, R.A. 259
- nanotechnology, impacts of 117
- Nassif, A. 132
- National Banking and Securities
Commission 240, 242, 244
- neo-mercantilism, Asian and European
17
- Net International Investment Position
(NIIP) 21–2
- NINJA (no income, no job, no assets)
152
- North American Free Trade
Agreement (NAFTA) 183, 187,
200, 235
- O'Hara, P.A. 144
- O'Sullivan, M. 244
- Obstfeld, M. 20, 249
- Optimum Currency Areas 18
- Ortiz, E. 161–3, 167, 178
- Ortiz, L.Á. 10, 252
- Padoa-Schioppa, T. 248
- Palley, T. 87, 238
- Palma, G. 94, 106
- Panizza, U. 246
- Payne, C. 152
- Pérez-Caldentey, E. 87
- periphery in the productive
globalization (and) 69–89
dependency theory debates 70–73
see also CEPAL
new international division of labour
73–84
indicators 75–84
reflections: renewed dependency?
84–6
- Petri, P. 187
- Piketty, T. 5, 119–20, 128
- Pinazo, G. 87
- Pisani-Ferry, J. 19
- Powell, J. 206
- Prasad, E.S. 112
- Prasch, R.E. 149
- Prebisch, R. 71, 86, 95
- Price, S. 220
- private sector finance in the era of
deregulation and economic
openness (and) 231–45
conclusions 243
effects of deregulation and economic
openness 238–43
neoliberal proposition and its effects
on economic organization
232–4
- pro-cyclical fiscal policy and fiscal
support of Mexican monetary
policy (and) 246–63
conclusion 259
independence of Mexico's central
bank and price stability 247–9
operating inflation targeting
regime in developing/emerging
economies 249–50
monetary stability 250–58
overcoming impossible triad,
quasi-fiscal support, loss of
seigniorage 251–3
pro-cyclical fiscal policy and
monetary stability 253–5
scope for action in fiscal policy
(1950–2013) 255–8

- Przeworski, A. 47
 Puyana, A. 239
- Rajan, R.G. 113, 147, 153
 Ramirez, Z. 205
 Rapetti, M. 249
 Razmi, A. 84, 87
 Reich, R. 113
 Reinhart, C.M. 143–5, 170, 249
 reports (on)
 environmentally harmful practices
 on land owned by investors
 (Oakland Institute 2014) 131
 world's super-rich (Wealth-X, 2011)
 119
 research using Vector Autoregressive
 (VAR) Error Correction (VEC)
 techniques (2011) 216
 Reynard, S. 170
 Ricardian trade theory 69–72
 richest millionaires/individuals
 Bloomberg Index (2013) 119
 McKinsey Institute (2013) 119
 Oxfam International (2014) 119
 Robinson, J. 213, 218
 Rochon, L.-P. 2, 8
 Rodríguez, D. 216
 Rodríguez, O. 71
 Rodríguez, V. 198
 Rogoff, K.S. 143–5, 170
 Romero, J. 239
 Ros, J. 161, 239, 257
 Rostovian conception of development
 70
 Rozo, C.A. 113
 Russell, E. 233
- Salama, P. 132
 Sawyer, M. 20, 154
 Scheller, H. 36
 Schmidt-Hebbel, K. 248
 Schumpeter, J. 22, 213, 217
 Seccareccia, M. 3, 98, 145, 154–5
 Shaw, E.S. 92
 Simonazzi, A. 27
 Sinclair, S. 188
 Singer, H. 71
 Sinn, H.W. 19, 25
 Solis, L. 220
 Spain 19, 21, 38, 41, 57, 61
- Spaventa, L. 18–19, 31
 Stability and Growth Pact (SGP) 20, 36
 Steindl, F.G. 63
 Stella, P. 248
 Stiglitz, J. 128–9, 135
 Stockhammer, E. 108, 112, 244
 strengthening of the neoliberal agenda
 (and) 34–48 *see also* Eurozone and
 financial crises
 conclusions 45–6
 creation of the EU and loss of
 monetary and fiscal sovereignty
 35–7
 from economic adjustment to
 strengthening of neoliberal
 agenda in Eurozone 42–5
 globalization, financialization,
 and financial problems of the
 Eurozone 37–42
 structural theory 94–5
 Studart, R. 214
 study on banks in the Eurozone
 (Mediobanca, 2011, 2012) 62
 Suárez, F. 231
 Summers, L.H. 115
 surveys (on)
 credit market (Bank of Mexico,
 2015) 240–43
 daily value of transactions in the FX
 market (BIS, 2007, 210, 2013)
 111
 MSME Observatory Survey (2002)
 203
 Sztulwark, S. 86
- Taylor, L. 162
 Tett, G. 112
 Thirlwall, A.P. 162
 model 173
 Timmer, P. 116, 120
 Tokman, A.R. 246
 Tolksdorf, N. 112
 Tonveronachi, M. 62
 Toporowski, J. 3, 20, 22, 28–9, 31, 106,
 218
 Tovar, C.E. 249
 Trade in Services Agreement (TISA) 9,
 182, 187–8
 Trans-Atlantic Trade and Investment
 Partnership (TTIP) 9, 181, 188

- Trans-Pacific Partnership (TPP) 9, 181, 187–8
- transnational corporations (TNCs) 71, 74–5, 85
- ‘Treasury Perspective’ 1, 6
- Treaty of Rome 35
- Treaty on Stability, Coordination and Governance in the Economic and Monetary Union 43
- Trichet, J.C. 39
- Tropeano, D. 56, 62
- Turner, P. 250
- ultra-high net worth individuals (UHNWIs) 127
- United Kingdom (UK)/Great Britain 3, 35, 38, 78, 81, 110, 247
- United Nations (UN)
- Conference on Trade and Development (UNCTAD) 37
 - Economic Commission for Latin America and the Caribbean (CEPAL) *see* CEPAL
- United States (US) (and) 2–4, 38, 59, 72, 78, 120, 126, 135–6, 138, 172, 231, 247
- Bureau of Labor Statistics (BLS) 81
 - China: the world’s greatest bilateral disequilibrium 133–4
 - collapse of financial system (2008) 112
 - debt deflation processes in the 55–7
 - decline in share of labor 116
 - Economic Stimulus Program 182–3
 - employment in US 110–11
 - Federal Reserve 39, 55, 64, 110, 114, 129–30, 137, 247
 - massive monetary expansion of 125
 - growth in wealth of 127
 - international capital and financing of deficits in 131–2
 - issuing international unit of account 5
 - monetary policy 235
 - and Federal Reserve 64
 - stagnation of wages in 113
 - Standard and Poor 500 Index (2012) 58
 - Troubled Asset Relief Program (TARP) 182
 - US–China Strategic and Economic Dialogue (2009) 135
- United States Presidents
- Hoover, H. 54, 62, 128
 - Obama, B. 181, 188–9
 - Roosevelt, F.D. 5, 63, 155
 - and 1933 deflation 54
 - Wilson, W. 64
- Van Reit, A. 39
- Vause, N. 42
- Venegas F. 215
- Vercelli, A. 52
- Vernengo, M. 87, 138
- Vihanto, M. 152
- Vives, X. 39
- von Peter, G. 42
- Vreeland, J.R. 47
- wage deflation 17, 27
- wages in Europe and US, stagnation of 113
- Weller, C.E. 56–7
- Wolff, E. 56
- Wolfson, M.H. 51
- Wollmershäuser, T. 19, 249, 251
- Woodford, M. 1
- Wray, R. 60, 150, 156
- Wulf, J. 199
- Wyplosz, C. 18