

## INDICE

Definitions and data notes	IX
Parte I. Overview and Historical Perspective	
<b>1. Overview</b>	1
The historical context	2
Policies of industrial countries	5
Policies of developing countries	6
Financial mechanisms	8
Prospects and options	9
<b>2. A historical Perspective</b>	12
The pre – 1945 period	12
The post – 1945 period	15
Conclusions	26
<b>Part II. Role of economic Policies</b>	
<b>3. Macroeconomic and trade policy in industrial countries: a developing – country perspective</b>	31
Macroeconomic constraints and capital flows	31
Macroeconomic policies, interest rates, and Exchange rates	33
Protectionism	37
Conclusions	41
<b>4. Foreign Borrowing and Developing – Country Policies</b>	43
Country experience over two decades	43
Capital inflows and investment	45
Capital inflows and adjustment	55
Conclusions	69
<b>5. Managing Foreign Finance</b>	71
Managing the level capital inflows	71
Managing the composition of capital inflows	76
Managing International reserves	83
The need for information	84
<b>Part III. Mechanisms for International Financial Flows</b>	
<b>6. The International Financial System and the Developing Countries</b>	85
Functions and use of the system	85
The evolving institutional arrangements	86
Assessing the institutional arrangements	91
<b>7. Official Development Flows</b>	94
Changing perceptions of development	97
Rationale, for official flows	99
Donors' objectives	100
Does aid help development?	101
Improving the effectiveness of aid	105
<b>8. International bank lending and the Securities Markets</b>	110
The banking relationship	110
Global imbalance and portfolio Choice	112
The supply of banking services	113
Problems in the banking relationship	115
Debt rescheduling and the Banks	119
Access to securities markets	120

Assessment	122
<b>9. Direct and Portafolio Investment</b>	125
The nature and role of direct investment	125
Improving the environment for direct investment	129
Foreign portafolio investment	133
Assessment	134
<b>Part IV. Perspectives and Policies for the Future</b>	
<b>10. Perspectives and Policy Agenda</b>	137
The next ten years	137
A periodo f transition, 1985 - 90	138
Policies and priorities	143
The role of the World Bank	146
Statistical appendix	148
Bibliographical note	156