

# Contents of the Book

*The Research Team*

*Acknowledgments*

*Definitions and Data Notes*

## **Overview: The Making of a Miracle**

The Essence of the Miracle: Rapid Growth with Equity  
Policies for Rapid Growth in a Changing World Economy  
Note

- 1 **Growth, Equity, and Economic Change in East Asia**  
Rapid and Sustained Economic Growth  
Declining Income Inequality and Reduced Poverty  
Dynamic Agricultural Sectors  
Rapid Growth of Exports  
Rapid Demographic Transitions  
High Investment and Savings Rates  
Creating Human Capital  
Rapid Productivity Growth  
Appendix 1.1: Accounting for Growth  
Appendix 1.2: What Do Tests of Cognitive Skills Show?  
Notes
- 2 **Public Policy and Growth**  
Policy Explanations  
The Functional Growth Framework  
Notes
- 3 **The Quest for Macroeconomic Stability and Rapid Export Growth**  
Pragmatic Orthodoxy in Macroeconomic Management  
Creating an Export Push  
Appendix 3.1: Economic and Political Timelines  
Notes

- 4 An Institutional Basis for Shared Growth**  
 Achieving Legitimacy through Shared Growth  
 Insulating the Economic Technocracy  
 Wooing Big Business  
 Notes
- 5 Strategies for Rapid Accumulation**  
 Explaining East Asia's High Human Capital Formation  
 Explaining East Asia's High Savings Rates  
 Explaining East Asia's High Investment Rates  
 Appendix 5.1: Granger Causality Tests for Savings  
     Rates and Growth Rates  
 Appendix 5.2: Technical Note on the Relationship between  
     Interest Rates and Growth  
 Notes
- 6 Using Resources Efficiently: Relying on Markets and Exports**  
 Explaining East Asia's Efficient Resource Use  
 Using the Market: Labor Markets in East Asia  
 Assisting the Market: Financial Markets and Allocation  
 Using the International Market: Trade and Industrial Policy  
 How Manufactured Exports Increased Productivity  
 Appendix 6.1: Testing the Impact of Industrial  
     Policy on Productivity Change  
 Appendix 6.2: Tests of the Relationship between TFP  
     Change and Trade Policies  
 Notes
- 7 Policies and Pragmatism in a Changing World**  
 Foundations of Rapid Growth—Getting the  
     Fundamentals Right  
 Creating Institutions to Promote Growth  
 Intervening in Markets  
 Note

*Bibliographic Note*