

TABLE 3
Kondratieff's Long-wave Chronology

	Rise	Decline
1. First long wave	1780s-90s to 1810-17	1810-17 to 1844-51
2. Second long wave	1844-51 to 1870-5	1870-5 to 1890-6
3. Third long wave	1890-6 to 1914-20	1914-20 to ?

TABLE 5
Schumpeter's Long-wave Chronology

Prosperity	Recession	Depression	Revival
1. Industrial Revolution Kondratieff (cotton textiles, iron, and steam power)			
1787-1800	1801-13	1814-27	1828-42
2. Bourgeois Kondratieff (railroadization)			
1843-57	1858-69	1870-85	1886-97
3. Neomercantilist Kondratieff (electricity, automobiles, chemicals)			
1898-1911	1912-25	1925-39	?

TABLE 11
System Characteristics of Different Phases

Governmental policy stance on unemployment/ price stability trade-off	Nature of international payments system	Labour market behaviour	Degree of freedom for international trade	Degree of freedom for international factor movements
<u>I: 1870-1913 'Liberal Phase'</u>				
No concern with unemployment	Gold (sterling) standard with rigid exchange rates	Weak unions; wages had some downward flexibility	Very free. No QRs or exchange restrictions. Tariffs the only barrier	More or less complete freedom
<u>II: 1913-50 'Beggars-Your-Neighbour' Phase</u>				
Concern with price and exchange stability leads to conscious acceptance of large scale unemployment	Gold standard restored at nostalgic parities, quarrels over government debt, 1931 system collapse followed by moveable peg	Governments enforce downward wage flexibility	QRs and exchange restrictions widespread. Tariffs raised substantially	Severe controls on both capital and labour
<u>III: 1950-73 'Golden Age'</u>				
Priority given to full employment	Fixed (but not rigid) exchange rates with large international credit facilities	Strong unions, no downward wage flexibility	Very strong move towards freer trade and customs unions	Gradual and substantial freeing of both labour and capital movements
<u>IV: 1973 onwards 'Phase of Cautious Objectives'</u>				
Priority given to price stability	System collapse followed by floating rates and growing area of stability in EMS	Weakened unions	Free trade maintained	Freedom for capital movements augmented, labour movement restricted

← Fases segons Maddison

A. Maddison, *Dynamic Forces in Capitalist Development*, Oxford University Press, 1991.