

# National Institute Economic Review

Journal of the National Institute of Economic and Social Research

No. 215 January 2011

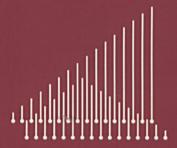
### **ECONOMIC PROSPECTS**

Fiscal consolidation and the slimmer state by Ray Barrell
The world economy edited by Dawn Holland
Monetary policy, output growth and oil prices
by Ray Barrell, Aurélie Delannoy and Simon Kirby
The UK economy edited by Simon Kirby
Trend output and the output gap in the UK by Ray Barrell and Simon Kirby

## **EDUCATION AND INEQUALITY**

Education and inequality: introduction
by Andy Green, Geoff Mason and Lorna Unwin
Social cohesion: converging and diverging trends
by Andy Green, Germ Janmaat and Helen Cheng
Underemployment in the UK in the Great Recession
by David N.F. Bell and David G. Blanchflower
As higher education expands, is it contributing to greater inequality?
by Martin Carnoy

ISSN 0027-9501



## www.niesr.ac.uk

## Forthcoming issues

In addition to the regular forecasts, articles on the following themes will be the subject of forthcoming issues:

2011 No. 216 April

Financial regulation Fiscal policy plans

No. 217 July No. 218 October

Poverty and inequality

## **Discussion Papers**

All National Institute discussion papers are now available on our website www.niesr.ac.uk

No. 365. Heterogeneous worker ability and team-based production: evidence from major league baseball, 1920-

2009 by A. Bryson, K.L. Papps and R. Gomez

No. 366. Do salaries improve worker performance?

by A. Bryson, B. Buraimo and R. Simmons

No. 367. Is there a link from bank size to risk taking?

by R. Barrell, E. Davis, T. Fic and D. Karim

No. 368. Density nowcasts and model combination: nowcasting Euro Area GDP growth over the 2008–9 recession

by J. Mitchell, G.-L. Mazzi and G. Montana

No. 369. Sustainability and measurement of wealth

by K.J. Arrow and P. Dasgupta, L.H. Goulder

No. 370. A nonlinear panel data model of cross-sectional dependence

by G. Kapetanios, J. Mitchell and Y. Shin

No. 371. Do higher wages come at a price?

by A. Bryson, E. Barth and H. Dale-Olsen

by A. Bryson and J. Forth

No. 373. Regulation and economic performance: a literature review

by A. Rincon-Aznar, N. Graf, I. Paterson, W. Schwarzbauer, R. Sellner, S. Siebert and C. Yildirim

No. 374. The banking sector and recovery in the EU economy

by R. Barrell, T. Fic, J. Fitzgerald, A. Orazgani and R. Whitworth

No. 375. TIER2 capital and bank behaviour

by R. Barrell, E.P. Davis, T. Fic and D. Karim,

## NIESR's Monthly Email Newsletter

A free monthly email newsletter service from the National Institute of Economic and Social Research. Included every month are:

- \* Summaries of recent research from NIESR
- \* E-newsletter articles on topical economics subjects
- \* Forthcoming NIESR events
- \* Forthcoming publications from NIESR (including discussion papers)
- \* NIESR's GDP estimates (summarised one week after press release date)

To receive the email newsletter please fill in the form at:



## **National Institute Economic Review**

#### **Editorial Board**

R.J. Barrell

A. Bryson

G.S. Clisham

D. Holland

S. Kirby

G. Mason

H. Metcalf

I. Mitchell

S.J. Prais

R. Riley

## Council of Management

Lord Burns (President)

Professor Timothy Besley (Chairman)

Nicholas Barber

Kate Barker

Ray Barrell (Acting Director)

Professor Charles Bean

Bronwyn Curtis

Professor John Ermisch

Professor John Hills

Professor Heather Joshi

Hans Liesner

John Llewellyn

Sir Nicholas Monck

Lord Oakeshott of Seagrove Bay

Dr Sushil Wadhwani

National Institute Economic Review (ISSN:0027-9501 print, 1741-3036 online) is published quarterly in March, June, September and December by SAGE (Los Angeles, London, New Delhi, Singapore and Washington DC). Annual subscription including postage: institutional rate (combined print and electronic) £353/US\$653; individual rate (print only) £118/US\$218. Electronic only and print only subscriptions are available for institutions at a discounted rate. Note VAT is applicable at the appropriate local rate. Visit http://ner.sagepub.com for more details. To activate your subscription (institutions only) visit http://online.sagepub.com. Abstracts, tables of contents and contents alerts are available online free of charge for all. Student discounts, single issue rates and advertising details are available from SAGE Publications Ltd, 1 Oliver's Yard, 55 City Road, London EC1Y 1SP, UK, tel. +44 (0)20 7324 8500, fax +44 (0)20 7324 8600 and in North America, SAGE Publications Inc, PO Box 5096, Thousand Oaks, CA 91359, USA. Periodicals postage paid at Rahway, NJ. POSTMASTER, send address corrections to National Institute Economic Review, c/o Mercury Airfreight International Ltd, 365 Blair Road, Avenel, NJ 07001, USA.

#### Aims and Scope

The *Review* is the quarterly publication of the National Institute of Economic and Social Research. The Institute's objective is to promote a deeper understanding of the interaction of economic and social forces that affect people's lives so that they may be improved. It has no political affiliation, and receives no core funding from government. Its research programme is organised under the headings of Economic Modelling and Analysis; Productivity; Education and Training and the International Economy.

Copyright © National Institute of Economic and Social Research, 2011. Apart from fair dealing for the purposes of research or private study, or criticism or review, and only as permitted under the Copyright, Designs and Patent Act 1988, this publication may only be produced, stored or transmitted, in any form or by any means, with the prior permission in writing of the Publishers, or in the case of reprographic reproduction, in accordance with the terms of licences issued by the Copyright Licensing Agency. US: Authorization to photocopy journal material may be obtained directly from SAGE or through a licence from the Copyright Clearance Center, Inc. (www.copyright.com/). Enquiries concerning reproduction outside those terms should be sent to SAGE Publications.

The *Review* welcomes articles relating to the themes listed on the back cover, with publication dates in January, April, July and October respectively. Articles should normally comprise 4–10,000 words. All articles are refereed. Full notes for contributors are available from Fran Robinson (f.robinson@niesr.ac.uk). Articles intended for publication should be sent to National Institute Economic Review, 2 Dean Trench Street, London SW1P 3HE, or by e-mail to Fran Robinson (as above).

#### Abstracting and indexing

Please visit http://ner.sagepub.com and click on the Abstracting/Indexing link on the left hand side to view a full list of databases in which this journal is indexed.

Disclaimer: The authors, editors, and publisher will not accept any legal responsibility for any errors or omissions that may be made in this publication. The publisher makes no warranty, express or implied, with respect to the material contained herein.

Printed by Printflow Limited, London.