

Economic Interdependence and International Conflict

Michigan Studies in International Political Economy

SERIES EDITORS: Edward Mansfield and Lisa Martin

Michael J. Gilligan

Empowering Exporters: Reciprocity, Delegation, and Collective Action in American Trade Policy

Barry Eichengreen and Jeffrey Frieden, Editors

Forging an Integrated Europe

Thomas H. Oatley

Monetary Politics: Exchange Rate Cooperation in the European Union

Robert Pahre

Leading Questions: How Hegemony Affects the International Political Economy

Andrew C. Sobel

State Institutions, Private Incentives, Global Capital

Roland Stephen

Vehicle of Influence: Building a European Car Market

William Bernhard

Banking on Reform: Political Parties and Central Bank Independence in the Industrial Democracies

William Roberts Clark

Capitalism, Not Globalism: Capital Mobility, Central Bank Independence, and the Political Control of the Economy

Edward D. Mansfield and Brian M. Pollins, Editors

Economic Interdependence and International Conflict: New Perspectives on an Enduring Debate

Economic Interdependence and International Conflict

New Perspectives on an Enduring Debate

EDITED BY EDWARD D. MANSFIELD

AND BRIAN M. POLLINS

The University of Michigan Press
Ann Arbor

Copyright © by the University of Michigan 2003
All rights reserved
Published in the United States of America by
The University of Michigan Press
Manufactured in the United States of America
⊗ Printed on acid-free paper

2006 2005 2004 2003 4 3 2 1

No part of this publication may be reproduced, stored in a retrieval system,
or transmitted in any form or by any means, electronic, mechanical, or
otherwise, without the written permission of the publisher.

A CIP catalog record for this book is available from the British Library.

Library of Congress Cataloging-in-Publication Data

Economic interdependence and international conflict : new perspectives
on an enduring debate / edited by Edward D. Mansfield and Brian M.
Pollins.

p. cm. — (Michigan studies in international political
economy)

Includes bibliographical references (p.) and index.

ISBN 0-472-09827-6 (cloth : alk. paper) — ISBN 0-472-06827-X
(paper : alk. paper)

1. International economic integration. 2. International
relations. I. Mansfield, Edward D., 1962– II. Pollins, Brian.
III. Series.

HF1418.5 .E274 2003
303.6—dc21

2002156537

Contents

Acknowledgments vii

Interdependence and Conflict: An Introduction
EDWARD D. MANSFIELD AND BRIAN M. POLLINS 1

PART 1. THEORETICAL FOUNDATIONS

Domestic Politics

Pax Mercatoria and the Theory of the State
BETH SIMMONS 31

Economic Interdependence, the Democratic State, and the Liberal Peace
CHRISTOPHER GELPI AND JOSEPH M. GRIECO 44

Internationalization, Coalitions, and Regional Conflict and Cooperation
EDEL SOLINGEN 60

Strategic Interactions

Assessing the Role of Trade as a Source of Costly Signals
JAMES D. MORROW 89

The Classical Liberals Were Just Lucky: A Few Thoughts about
Interdependence and Peace
ERIK GARTZKE 96

Trade and Conflict: Uncertainty, Strategic Signaling, and
Interstate Disputes ARTHUR A. STEIN 111

Economic Interdependence, Opportunity Costs, and Peace
JACK S. LEVY 127

Liberal Hopes with No Guarantees
GREGORY D. HESS 148

Economic Statecraft

Violence and Disease: Trade as a Suppressor of Conflict when
Suppressors Matter BRUCE RUSSETT 159

The Strategy of Economic Engagement: Theory and Practice
MICHAEL MASTANDUNO 175

PART 2. CONCEPTUALIZATION AND MEASUREMENT
OF INTERDEPENDENCE AND CONFLICT

Interdependence

Empirical Support for the Liberal Peace
JOHN R. ONEAL 189

Models and Measures in Trade-Conflict Research
KATHERINE BARBIERI 207

Preferential Peace: Why Preferential Trading Arrangements Inhibit
Interstate Conflict
EDWARD D. MANSFIELD 222

Conflict

Trade and Conflict: Does Measurement Make a Difference?
JON C. PEVEHOUSE 239

Measuring Conflict and Cooperation: An Assessment
RAFAEL REUVENY 254

Methodological Advances

Temporal Dynamics and Heterogeneity in the Quantitative Study of
International Conflict JANET M. BOX-STEFFENSMEIER, DAN REITER,
AND CHRISTOPHER J. ZORN 273

Concerns with Endogeneity in Statistical Analysis: Modeling the
Interdependence *between* Economic Ties and Conflict
RICHARD J. TIMPONE 289

Qualitative Research on Economic Interdependence and Conflict:
Overcoming Methodological Hurdles
NORRIN M. RIPSAN AND JEAN-MARC F. BLANCHARD 310
Computer Simulations of International Trade and Conflict
DAVID H. BEARCE AND ERIC O'N. FISHER 324

Contributors 345

Index 347

Acknowledgments

The chapters in this book grew out of a conference held at the Ohio State University in September 2000. We are grateful to the Mershon Center for generously funding this conference and to the Christopher H. Browne Center for International Politics at the University of Pennsylvania for additional financial support. We are also grateful to the conference participants and two anonymous reviewers for helpful comments on the chapters. Finally, we would like to thank Patrick McDonald, Joseph McGarvey, and Wynn Kimble for their extraordinary efforts in organizing the conference and preparing this book.