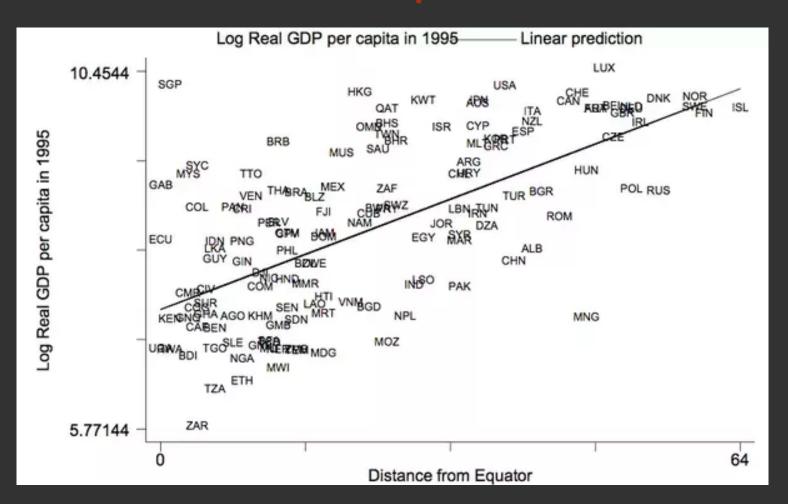
POL201Y1: Politics of Development

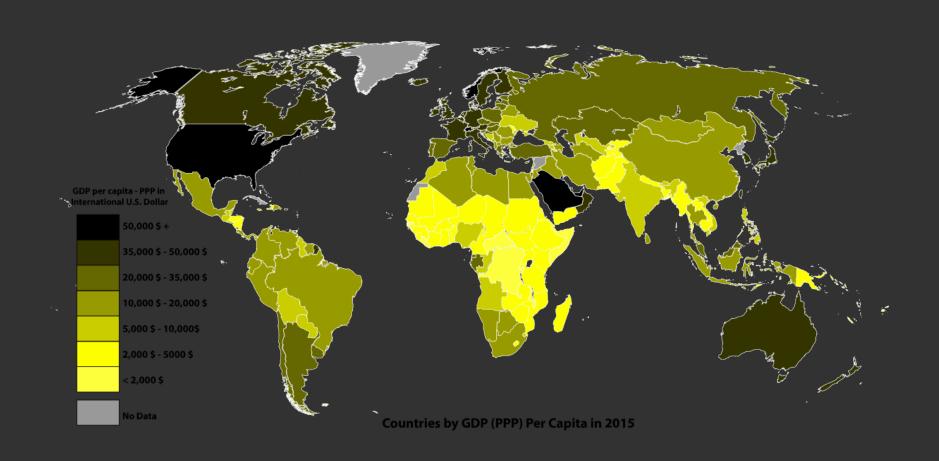
Lecture 4:

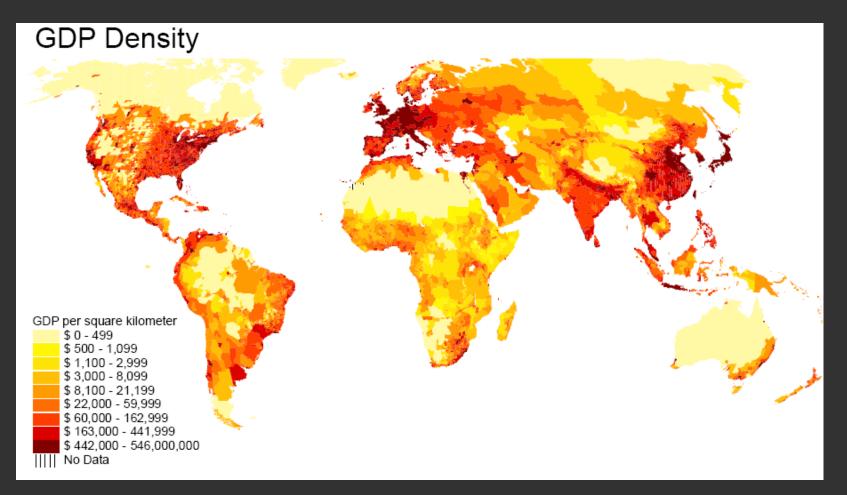
Geography and endowments

Recap

Geographic distribution of development: distance from the Equator







Direct causal relationship

- "In the extreme zones man cannot come to free movement; cold and heat are here too powerful to allow Spirit to build up a world for itself. Aristotle said long ago, 'when pressing needs are satisfied, man turns to the general and more elevated.' But in the extreme zones such pressure may be said never to cease, never to be warded off; men are constantly impelled to direct attention to nature, to the lowing rays of the sun, and the icy frost. The true theatre of history is therefore the *temperate zone*; or rather, its northern half, because the earth there presents itself in a continental form, and has a broad breast, as the Greeks say."
 - Hegel, Georg. 1837. Lectures on the Philosophy of World History.

Direct causal relationship

• "I had even ascribed this to its cause, to that warmth of their climate which unnerves and unmans both body and mind. While on this subject I will give you my idea of the characters of the several states.

```
cool
          sober
          laborious
          persevering
          independent
          jealous of their own liberties, and just to those of others
          Interested
         chicaning
         superstitious and hypocritical in their religion.
In the South they are
          fiery
          Volúptuary
          indolent
         unsteady
         independent
          zealous for their own liberties, but trampling on those of others
         generous
         candid.
         without attachment or pretentious to any religion but that of the heart.
```

These characteristics grow weaker and weaker by gradation from North to South and South to North, insomuch that an observing traveller, without the aid of the quadrant may always know his latitude by the character of the people among whom he finds himself."

Jefferson, Thomas. 1785. "Letter to Chastellux."

In the North they are

Race

- "We can see this hardship in early prehistory, above all in the northern part of the world, in those enormous ice deserts where only the meagrest existence was possible. Here, men were forced to fight for their existence, for things which were, in the smiling South, available without work, and in abundance. [...] All these gave the northern races the ability to go to the world and build states.
 - [...] [N]othing helped the northern conquerors more against the lazy and rotten southern races than the refined strength of their race."
 - Hitler, Adolf. 1920. "Why We Are Antisemites."

Race

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PSA

Race is a social construct that has no predictive power

What factors explain the (causal?) relationship between geography and development? (Bloom et al.)

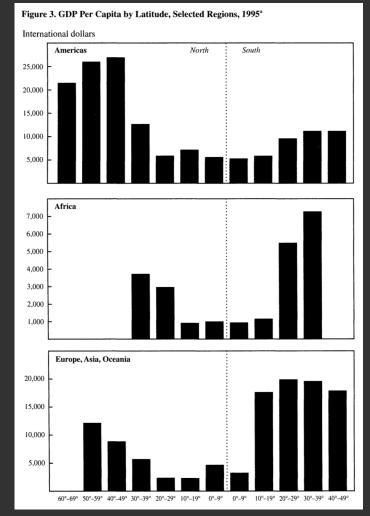
 "Sub-Saharan Africa is the tropical region par excellence, with 93 percent of its land area lying between the Tropic of Cancer and the Tropic of Capricorn. At the root of Africa's long-term growth crisis is Africa's extraordinary geography."

Agriculture:

- Low photosynthetic potential
- High evapotranspiration (evaporation + transpiration)
- Low and variable rainfall
- Highly weathered soils
- Veterinary diseases
- Plant and animal pests

• Human health:

Infectious diseases



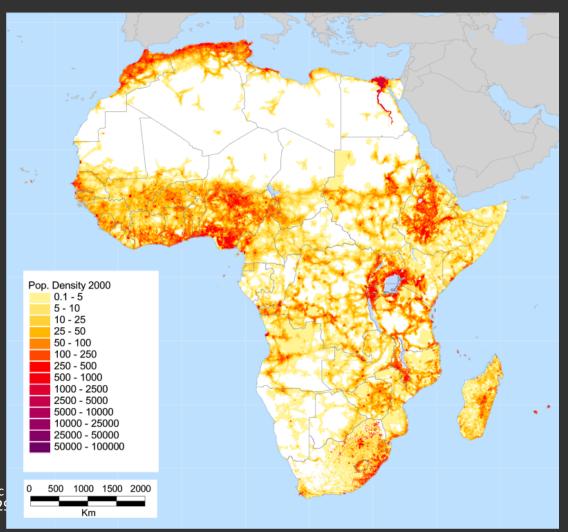
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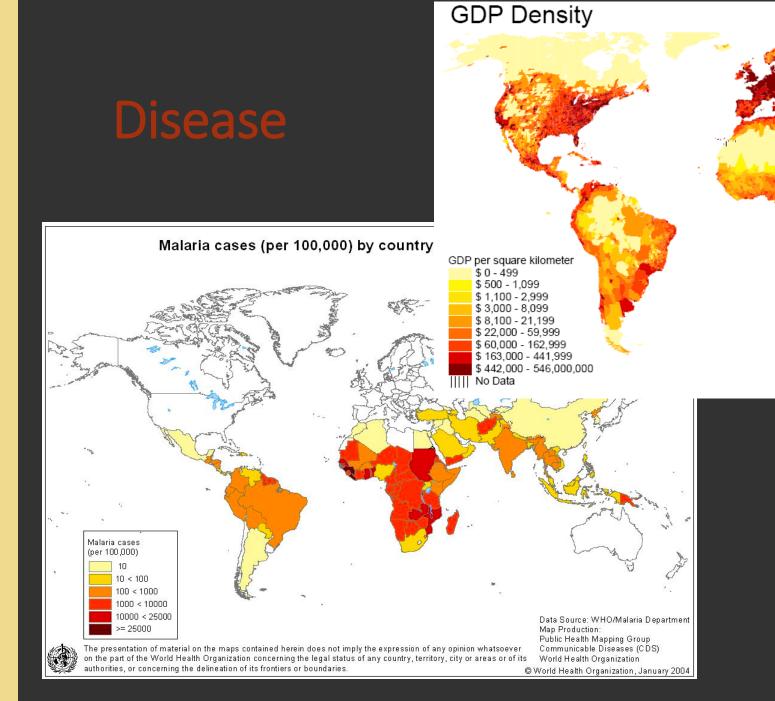
Transport barriers:

- Small coastline (relative to land area)
- Few natural coastal ports
- Populations generally far from the coast
- The highest proportion of landlocked states
- The highest proportion of the population within landlocked states
- The absence of rivers leading into the interior of the continent that are navigable by ocean-going vessels

Demographics:

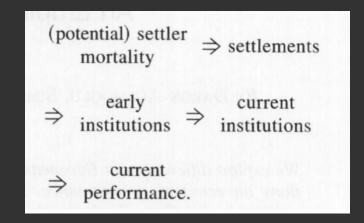
- (Historically) low population density and rate of urbanization
- Delayed demographic transition from high fertility and high mortality to low fertility and low mortality
 - Bloom, David, et al. 1998. "Geography, Demography, and Economic Growth in Africa." Brookings Papers on Economic Activity 2: 207-29

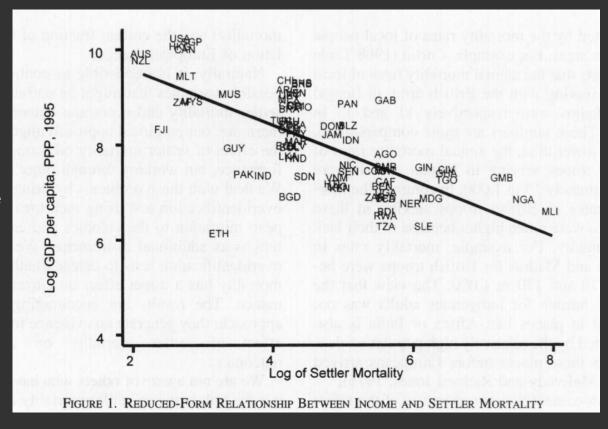




Disease (Acemoglu et al.)

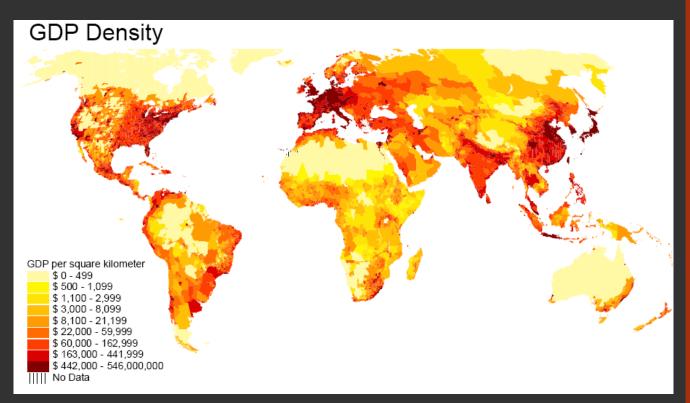
- Disease environment determined colonial policies, which in turn resulted in the establishment of different political regimes and divergent development trajectories.
 - Acemoglu, Daron, Simon Johnson, and James A.
 Robinson. 2001. "The Colonial Origins of Comparative Development: An Empirical Investigation." American Economic Review 91 (5).





Access to trade (Smith)

- "As by means of water-carriage a more extensive market is opened to every sort of industry than what land-carriage alone can afford it, so it is upon the sea-coast, and along the banks of navigable rivers, that industry of every kind naturally begins to subdivide and improve itself." ->
- Economies of scale and specialization
 - Smith, Adam. 1776. Wealth of Nations.

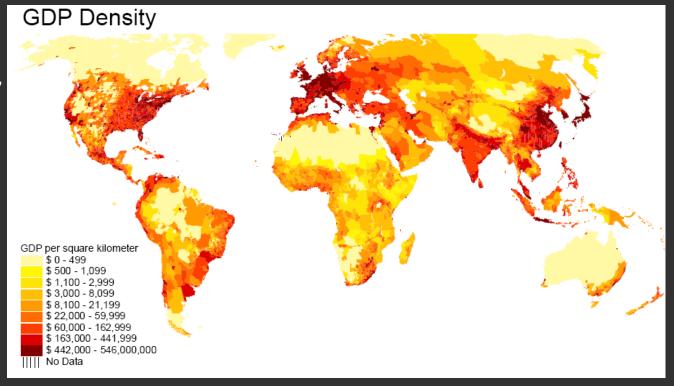


Access to trade (Smith)

"There are in Africa none of those great inlets, such as the Baltic and Adriatic seas in Europe, the Mediterranean and Euxine seas in both Europe and Asia, and the gulfs of Arabia, Persia, India, Bengal, and Siam, in Asia, to carry maritime commerce into the interior parts of that great continent: and the

great rivers of Africa are at too great a distance from one another to give occasion to any considerable inland navigation."

Smith, Adam. 1776. Wealth of Nations.



Access to trade (Gallup et al.)

 Gallup, John L., Jeffrey D. Sachs, and Andrew D. Mellinger. 1999. "Geography and Economic Development." International Regional Science Review 22 (2): 179–232.

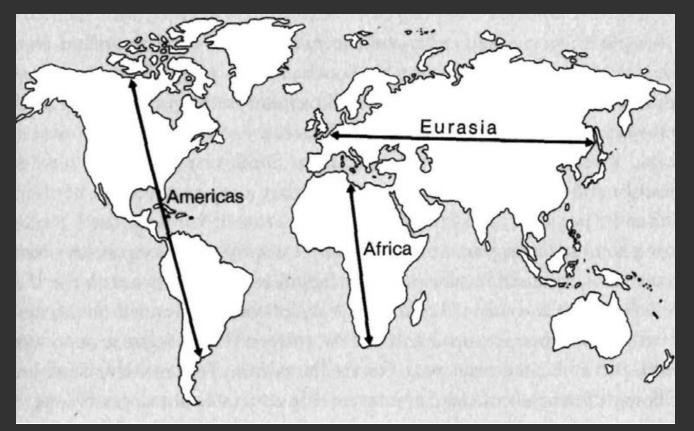


Factor endowments (Diamond)

- Why did Eurasia develop before the other world regions?
- Small numbers—and geographic concentration—of domesticable animals and crops
- Domesticable animals:
 - Sheep
 - Goats
 - Cows
 - Pigs
 - Horses
 - All of them from Eurasia
 - Also: Arabian and Bactrian camel, llama, alpaca, donkey, reindeer, water buffalo, yak, Bali cattle, mithan
- Major cereals:
 - Wheat and rice account for 41% of calories consumed in the world
 - Also: corn, barley, sorghum
 - All but corn (which is also very different from wild corn) from Eurasia

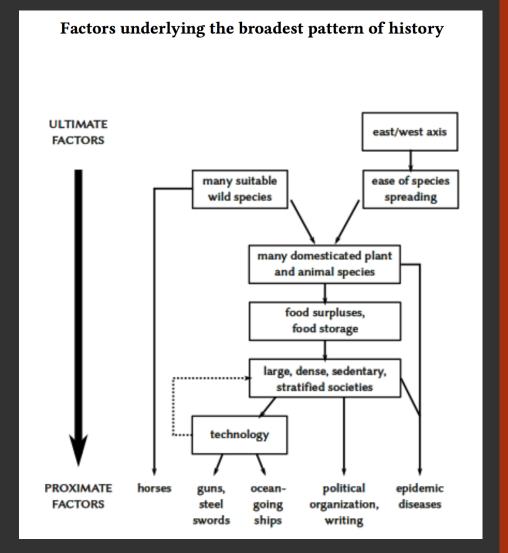
Factor endowments (Diamond)

- Emergence of agriculture and domestication of animals ->
- Spread along continental axes



Factor endowments (Diamond)

- Because of close proximity to domesticated animals, inhabitants of Eurasia developed some immunity to the major infectious diseases.
 - In the 16th century, smallpox killed as much as 90% of the indigenous population of South America
- Germs + guns + steel ->
- Eurasian dominance



Factor endowments and institutions (Sokoloff and Engerman)

Latin America:

- Large and concentrated factor endowments:
 - Brazil and the Caribbean: production of sugar and other highly valued crops (that required extensive use of slaves)
 - Mexico and Peru: rich mineral resources ->
- Highly unequal distribution of wealth, elite persistence and stability ->
- In the long term, low economic development

Canada and the United States:

- More limited factor endowments: production of grains and hays, based on labourers of European descent who had relatively high and similar levels of human capital ->
- Relatively equal distribution of wealth ->
- Large middle class, small elites ->
- High economic development
 - Sokoloff, Kenneth, and Stanley Engerman. 2000. "History lessons: Institutions, factor endowments, and paths of development in the New World." Journal of Economic Perspectives 14 (3): 217-32.

Factor endowments and institutions (Easterly and Levine)

- "We find evidence that tropics, germs, and crops affect development through institutions. We find no evidence that tropics, germs, and crops affect country incomes directly other than through institutions, nor do we find any effect of policies on development once we control for institutions."
 - Easterly, William, and Ross Levine. 2003. "Tropics, germs, and crops: how endowments influence economic development." Journal of Monetary Economics 50 (1): 3-39.

Political geography (Herbst)

- Rulers' considerations:
 - Cost of expanding the domestic power infrastructure
 - Nature of national boundaries
 - State system design
- Precolonial Africa:
 - Daunting physical geography +
 - Limited technologies of coercion +
 - No security imperative to physically control the hinterlands +
 - Land vs. labour and the primacy of exist ->
 - High expense of projection of power ->
 - Cost calculations ->
 - Direct control only over the political core
 - Herbst, Jeffrey. 2000. States and Power in Africa: Comparative Lessons in Authority and Control. Princeton: Princeton University Press.