

International Political Economy Series

Series Editor

Timothy M. Shaw

Visiting Professor

University of Massachusetts Boston

Boston, MA, USA

Emeritus Professor

University of London

London, UK

The global political economy is in flux as a series of cumulative crises impacts its organization and governance. The IPE series has tracked its development in both analysis and structure over the last three decades. It has always had a concentration on the global South. Now the South increasingly challenges the North as the centre of development, also reflected in a growing number of submissions and publications on indebted Eurozone economies in Southern Europe. An indispensable resource for scholars and researchers, the series examines a variety of capitalisms and connections by focusing on emerging economies, companies and sectors, debates and policies. It informs diverse policy communities as the established trans-Atlantic North declines and ‘the rest’, especially the BRICS, rise.

More information about this series at
<http://www.palgrave.com/gp/series/13996>

Leila Simona Talani • Roberto Roccu
Editors

The Dark Side of Globalisation

palgrave
macmillan

Editors

Leila Simona Talani
European & International Studies
King's College London
London, UK

Roberto Roccu
European & International Studies
King's College London
London, UK

International Political Economy Series

ISBN 978-3-030-05116-7 ISBN 978-3-030-05117-4 (eBook)

<https://doi.org/10.1007/978-3-030-05117-4>

Library of Congress Control Number: 2019931333

© The Editor(s) (if applicable) and The Author(s), under exclusive licence to Springer Nature Switzerland AG 2019

This work is subject to copyright. All rights are solely and exclusively licensed by the Publisher, whether the whole or part of the material is concerned, specifically the rights of translation, reprinting, reuse of illustrations, recitation, broadcasting, reproduction on microfilms or in any other physical way, and transmission or information storage and retrieval, electronic adaptation, computer software, or by similar or dissimilar methodology now known or hereafter developed.

The use of general descriptive names, registered names, trademarks, service marks, etc. in this publication does not imply, even in the absence of a specific statement, that such names are exempt from the relevant protective laws and regulations and therefore free for general use. The publisher, the authors and the editors are safe to assume that the advice and information in this book are believed to be true and accurate at the date of publication. Neither the publisher nor the authors or the editors give a warranty, express or implied, with respect to the material contained herein or for any errors or omissions that may have been made. The publisher remains neutral with regard to jurisdictional claims in published maps and institutional affiliations.

Cover image © Rob Friedman/iStockphoto.com

This Palgrave Macmillan imprint is published by the registered company Springer Nature Switzerland AG.

The registered company address is: Gewerbestrasse 11, 6330 Cham, Switzerland

CONTENTS

1	Introduction: The Globalisation Debate—From De-Globalisation to the Dark Side of Globalisation	1
	Roberto Roccu and Leila Simona Talani	
	Part I The Dark Side in the Global Economy	19
2	Dark Futures: Super-Rich Farmers and Derivatives Markets in an Unstable World	21
	Joseph Baines and David Ravensbergen	
3	The Dark Side of Globalised Production: Economic ‘Rebalancing’ in Contemporary China	43
	Steve Rolf	
4	Globalisation and Irregular Migration: Does Deterrence Work?	85
	Matilde Rosina	

Part II Europe and the Dark Side of Globalisation	121
5 Traditional Organised Crime on the Move: Exploring the Globalisation of the Calabrian ‘ndrangheta Anna Sergi	123
6 Placing Austerity in Context: The Greek Case Between Neo-Liberal Globalisation and an Ordoliberal EU Vassilis K. Fouskas	147
7 The Italian Way to Globalisation: Moving to the Dark Side—Between Irregular Migration and the Underground Economy Leila Simona Talani	171
8 The Shadow of Violence and Intervention: Balkan Wars as an Extralegal Deal Francesco Strazzari	199
Index	219

NOTES ON CONTRIBUTORS

Joseph Baines is Lecturer in International Political Economy (IPE) in the Department of European and International Studies at King's College London. His research principally focuses on the corporate restructuring of global value chains. His findings have appeared in *New Political Economy*, *The Journal of Peasant Studies*, and *Review of International Political Economy* and Chap. 3 of this volume (by Rolf).

Vassilis K. Fouskas is Professor of International Relations at the University of East London (UEL) and the co-author (with Constantine Dimoulas) of *Greece, Financialisation and the EU: The Political Economy of Debt and Destruction* (Palgrave Macmillan, 2013) and (with Bulent Gokay) *The Disintegration of Euro-Atlanticism and New Authoritarianism: Global Power-Shift* (Palgrave Macmillan, 2018). He is the founding editor of *Journal of Balkan and Near Eastern Studies* (six issues a year since 1998) and the director of Centre for the Study of States, Markets and People (STAMP) at UEL.

David Ravensbergen is a PhD candidate in the Social and Political Thought Programme at York University in Toronto, where he holds the Joseph-Armand Bombardier Doctoral Scholarship. He is pursuing research on the political economy of the environment. He completed his master's studies at Freie Universität Berlin, and his writing on environmental politics has appeared in *The Huffington Post*.

Roberto Roccu is Senior Lecturer in IPE in the Department of European and International Studies at King's College London. He works in the

tradition of critical IPE, and his research interests include the political economy of neoliberal reforms and revolutions in the Middle East, Gramsci, and the EU's policies towards the Middle East and North Africa. His articles have appeared in journals such as *Journal of Common Market Studies*, *Mediterranean Politics*, *Review of African Political Economy*, and more. He is also the author of *The Political Economy of the Egyptian Revolution* (Palgrave Macmillan, 2013).

Steve Rolf is a political economist and human geographer working on the rise of China and the contemporary transformation of the global political economy. His current research projects include a study of new industrial clusters in central Chinese provinces; research on the role of new technologies in fostering social transformation in the context of China's authoritarian capitalism; and the geopolitical economy of China's interaction with existing global powers. He is working on a manuscript project scheduled for publication in 2019 entitled 'China's uneven and combined development: the geopolitical economy of reform and opening'. He is research associate at the University of Bristol's School of Sociology, Politics and International studies, and teaches at Birkbeck, University of London, and Aston University in Birmingham.

Matilde Rosina is a PhD candidate in the Department of European and International Studies at King's College London. Her research focuses on the concept of deterrence in the context of international migration, and in particular on the criminalisation of irregular migration. She has been awarded the Roberto Einaudi Scholarship by the Luigi Einaudi Foundation, and the Henri Rieben Scholarship by the Jean Monnet Foundation for Europe. Rosina is also an adjunct faculty member at Fordham University, where she teaches IPE. Previously, she worked at the European Commission and in the business intelligence sector, focusing, respectively, on trafficking in human beings and the defence industry.

Anna Sergi holds a PhD in Sociology (2014) from the University of Essex, where she is Senior Lecturer in Criminology. Her specialism is in organised crime and comparative criminal justice and policing. Her articles have appeared in renowned journals and she has authored three books. Prior to her PhD, Sergi completed her degree in law at the University of Bologna and a Master of Law (LL.M.) in Criminal Law at King's College London. During her research, she worked with the support of the Australian Federal Police, Royal Canadian Mounted Police, FBI, Italian Antimafia,

UK National Crime Agency, and Europol. She is the recipient of the 2017 Italy Made Me Award presented by the Italian Embassy in London, the 2018 Economic and Social Research Council Research Impact Award for her research on the Calabrian mafia in Australia, and the 2018 Italian Chamber of Commerce Award ‘Talented Young Italians’ for the research and innovation category.

Francesco Strazzari is Professor of Political Science at the Sant’Anna School of Advanced Studies and the Paul H. Nitze School of Advanced International Studies at Johns Hopkins University.

Leila Simona Talani has been Professor of IPE in the Department of European and International Studies since 2014. In 2017 she was awarded a visiting professorship at the Kennedy School of Government of the University of Harvard. She was also appointed as Jean Monnet Chair of European Political Economy by the European Commission in 2012.

ACRONYMS

ACFTU	All-China Federation of Trade Unions
CCP	Chinese Communist Party
CDEU	Coalition for Derivatives End-Users
CIF	Commodity Index Fund
CMC	Commodity Markets Council
CMOC	Commodity Markets Oversight Coalition
CTFC	Commodity Futures Trading Commission
DIA	Investigative Antimafia Directorate (<i>Direzione Investigative Antimafia</i>)
DNA	National Antimafia Directorate (<i>Direzione Nazionale Antimafia</i>)
ECB	European Central Bank
ECM	Electronics contract manufacturing
EEC	European Economic Community
EMU	Economic and Monetary Union
EU	European Union
FDI	Foreign direct investment
Frontex	European Border and Coast Guard Agency
GATT	General Agreement on Tariffs and Trade
GDLP	Global division of labour and power
GDP	Gross Domestic Product
GPN	Global production network
GVC	Global value chain
ILO	International Labour Organisation
IMF	International Monetary Fund
IOM	International Organisation for Migration
ISPI	Institute for International Politics Studies (<i>Istituto per gli Studi di Politica Internazionale</i>)
ISTAT	Italian Institute of Statistics

LGFV	Local government financing vehicle
NOE	Non-observed economy
OECD	Organisation for Economic Cooperation and Development
PRD	Pearl River Delta
RMB	Renminbi
SME	Small and medium enterprise
SNA	Social network analysis
SOE	State-owned enterprise
UK	United Kingdom
UN	United Nations
UNHCR	United Nations High Commissioner for Refugees
US	United States of America
USD	United States dollar
VAT	Value-added tax
WTO	World Trade Organization

LIST OF FIGURES

Fig. 2.1	Farm income by production specialism, 1996–2014 (Source: Commodity price index from Bureau of Economic Analysis through Global Insight. Farm income data from USDA (2016). Note: Farm income deflated by commodity price index)	27
Fig. 2.2	Advocacy efforts during derivatives reform debates (Source: CFTC data on comment submissions (2016))	33
Fig. 2.3	Social unrest and the profitability of agricultural groups (Source: Archer Daniels Midland, Bunge, and Compustat 500 net income data from Compustat through WRDS. Cargill quarterly net income data from Factiva database and Cargill (2016). Revolt data from Lagi et al. (2011). For Midwestern farmers' relative income data, see Table 2.1. Note: Cargill, Bunge, and Archer Daniels Midland are the three major agricultural commodity traders listed here. Figures in parentheses refer to death tolls associated with riots and civil unrest)	36
Fig. 3.1	Contributors to GDP growth in China, 2000–2015 (percentage contribution, not adjusted for value-added) (Source: Kent 2016)	47
Fig. 3.2	Changes in unit labour costs, various countries (2000 = 100) (Source: US Department of Commerce 2017, http://acetool.commerce.gov/labor-costs)	62
Fig. 3.3	State and private investment in China (% change, year on year) (Source: Ross 2016)	68
Chart 6.1	Total employment, employees and pensioners in Greece. Source: Own compilation of data from ELSTAT (Hellenic Statistical Authority)	151

Fig. 6.1	Evolution of main indicators concerning living standards in Greece, 2004–2015. Source: Our elaboration of data from Eurostat	152
Fig. 6.2	Evolution of gross capital formation in Greece, 1996–2015. Source: Own elaboration of data from ELSTAT	154
Chart 6.2	Main macro-economic indicators in Greece, 2006–2014. Source: Our elaboration of data from ELSTAT	155
Chart 6.3	Origin of inward FDI, Greece (2003–2014). Source: Own elaboration of data from the Bank of Greece	157
Fig. 7.1	Italy: Size of the shadow economy, 1999–2007. Source: Bühn et al. (2010: 455–461); elaboration of the author	177

LIST OF TABLES

Table 2.1	Multilinear regression results of agricultural income and grain futures price dynamics	25
Table 2.2	Income and precariousness in US agriculture	29
Table 7.1	Immigrant distribution per educational level (%), 2010	179
Table 7.2	Immigration as a threat for Italy (% values)	191
Table 7.3	The best way to address immigration	192
Table 7.4	Assessment of Pope Francis' request for each Parish to host a family of refugees	192
Table 7.5	How should migrant flows be regulated in Italy?	193
Table 7.6	Jailed population in Italy including foreigners—30 April 2016	194

LIST OF BOXES

Box 3.1	The ‘Middle-Income Trap’	48
Box 7.1	Underground Economy Activities to Be Incorporated in the Official National Accounts	175