ISRAEL ECONOMIC REVIEW

Editorial Board

Assaf Razin (Tel Aviv University), Editor
Michel Strawczynski (Bank of Israel and Hebrew University
of Jerusalem), Editor
Elhanan Helpman (Tel Aviv University)
Adi Brender (Bank of Israel)
Momi Dahan (Hebrew University of Jerusalem)
Joseph Djivre (Bank of Israel)
Ilanit Sharon (Editorial support)
Zipi Weiss (Typesetting and layout)
Yehuda Poch (English)
Meir Dubitsky (English)

The Israel Economic Review (IER) is published twice a year.* Its main objective is to serve as a publication forum for research on the Israeli economy. Papers are selected from the Economic Quarterly and the Bank of Israel's Economic Review, both of which appear in Hebrew. Other papers relevant to Israel's economy sent to the IER are also considered.

Correspondence and submissions addressed to the editors should be sent to Ilanit Sharon, Research Department, Bank of Israel, Kiryat Ben Gurion, P.O.B. 780, 91007 Jerusalem, or by email to ilanit.sharon@boi.org.il. Manuscripts should be double-spaced throughout and include an abstract of up to 150 words; they should not be under consideration by other journals.

© Bank of Israel and Israel Economic Association Passages may be cited provided source is specified. ISSN 0792-0385 Catalog # 602000 http://www.bankisrael.org.il

Published by the Publications Unit, Bank of Israel Printed in Israel by Printiv Ltd.

* Volumes 3, 6, 9, 11, 13, 14 and 15 each consisted of one issue only.

CONTENTS

Eyal Argov
The Development of Education in Israel and its Contribution
to Long-Term Growth1
Roy Stein, Zvi Wiener and Orly Sade
Israeli Treasury Auction Reform41
Arnon Barak
The private consumption function in Israel65
* * * *
Book Review: The Israeli Economy
by Joseph Zeira
oy voseph Zenu
Reviewer: Michel Strawczynski
Report of the Committees nominated by the Israel Economic Association
1) Guidelines for a Code of Ethics for Economists113
,
2) The Committee on Real-Life Economics 117