

The International Economic Situation During The Period Before And After World War II: An
Analysis

ABSTRACT

This paper discusses the international economic situation during the period before and after the Second World War (1939-1945). There were completely different situations during the period of 1919-1939 and the period after 1945. Why different situation occurred in international economics? What were the factors contributed to the situation? The objectives of the paper are; firstly to explain the different international economics situation during the two periods and, secondly to analyze how important the role of the hegemonic power in international economics? This paper concludes that the different economic situations have strongly related to the role played by the hegemonic power. The role played by the hegemonic power is important in creating stability the international economics. Without a strong and effective hegemonic power, it is impossible in creating international economic stability. Good regulation and good international economic institutions are nothing without a strong and effective hegemonic power. The period of before and after the Second World War was different because the different roles played by the American hegemonic power.