

# **THE NEW SUBJECTIVIST REVOLUTION**

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## **Abstract**

**Ludwig von Mises was the last internationally recognized head of the "Austrian" school of economics. This book maintains that he identified the epistemological foundation for economics that should have led to a second subjectivist revolution. But this revolution never occurred. Why? The author seeks the answer in Mises's own writings about the market economy. He argues that after introducing the methodology needed to revolutionize economic theory, Mises sabotaged his own enterprise by using concepts and definitions that were inconsistent with his methodological contribution. In the course of making this argument, the author summarizes the new subjectivism and lays out three principles of subjectivism described by social theorist Alfred Schuetz. He then proceeds to thoroughly analyze Mises's artificial constructs of economies, his definition of the market economy, the entrepreneur, profit, and the market process. He also assesses Mises's assumption about property rights and the tendency toward equilibrium.**

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