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the bus in 1956, it could have played the same cynical game. De Gaulle knew this, too, which is precisely why he blocked British entry.

More broadly, Booker and North never demonstrate that British "intergovernmentalism" - 1950s-style international cooperation without majority voting and legal supremacy - ever constituted a viable alternative. Even Nafta and the WTO no longer really function this way. No serious historian would contend that "Britain's postwar record in promoting European co-operation on an intergovernmental basis was second to none." Booker and North obfuscate Britain's implacable unwillingness to be involved in any customs union negotiations of 1955-57, while obscuring the fact that subsequent British free trade area proposals were deliberately designed by Eden and Macmillan as tools to defend Commonwealth preferences.

Booker and North's economics is even dodgier than their history. It seems implausible that a customs union that takes about 50 per cent of British exports provides no economic benefit. On closer inspection, such claims collapse. True, CBI polls find that a high percentage of British businesses do not benefit from European integration, but Booker and North neglect to add that those that do benefit tend to be much larger - comprising the bulk of British production. Yes, Britain in Europe campaigners exaggerated the unemployment predicted by the National Institute for Economic and Social Research if Britain were to withdraw from the EU. But Booker and North fail to mention the study's true conclusion: British GDP would decline by 2 per cent, inward foreign direct investment would be cut by a third and unemployment could be avoided only through large wage cuts.

The most engaging and original portion of the book is its extensive anecdotal evidence concerning the pernicious effects of EU and British regulation on small enterprises: Scottish fishing boats, slaughterhouses serving a single butcher, and the like. No doubt Britain has been disadvantaged by specific EU farm and fishing regulations imposed upon it as a condition for membership (the real debate concerns whether this could have been avoided by earlier engagement). And no doubt regulation, whatever its intent, benefits large companies with the economies of scale to comply costeffectively, while driving smaller ones out of business. Ultimately, however, too many small and inefficient producers stifle a modern economy. The health of the British economy rests with expanding sectors of industrial and service

In the end, then, Booker and North are thrust back on the classic Eurosceptic dogma - not xenophobic nationalism, but the complaint that the EU is an "undemocratic" scheme of centralised regulation. Yet their own story undermines this loose libertarianism. In nearly all their regulatory horror stories the villains are not Brussels bureaucrats - too few in number to exercise much direct control over national policies anyway - but well-meaning British officials exercising their own discretion. And why not? A democracy in which governments placate angry fishermen and abandon regulation designed to prevent the collapse of fish stocks, as recently occurred in the US and Canada, is no democracy at all. In the end, the public interest in economic growth and regulatory protection should trump special interests. The fate of small producers at the hands of the EU may be a tragedy, as Booker and North argue. But like any real tragedy, it is not just inevitable, but desirable.

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