

Table of Contents

	<u>Page</u>
I. INTRODUCTION	1
II. THE SUBCONTRACTING SYSTEM IN FOUR INDUSTRIES	3
2.1. Ready-made Garments.	3
2.2. Knitting	6
2.3. Fish Nets.	8
2.4. Silk	12
III. THE RELATIONSHIP BETWEEN SUBCONTRACTING AND OTHER ACTIVITIES IN RURAL AREAS.	15
IV. SUBCONTRACTING: AN OVERVIEW	24
4.1. Advantages of the Subcontracting System.	24
4.1.1. Flexibility of Working Time.	24
4.1.2. Parent Firms Provide Technical, Marketing and Financial Assistance	25
4.1.3. Reduction in Overhead Costs.	25
4.1.4. Reduction in Social and Economic Costs of Urbanization.	26
4.1.5. Availability of Jobs	26
4.2. Disadvantages and Problems of the Subcontracting System	27
4.2.1. Loss of Government Control	27
4.2.2. Control of the Production Process.	27
4.2.3. Risks of Exploitation.	28
4.3. The Dynamics of Subcontracting	30
4.4. Subcontracting: An Interpretation	33
V. POLICY IMPLICATIONS.	36
VI. CONCLUDING NOTE.	39