CONTENTS

LIST OF TABLES
LIST OF GRAPHS
LIST OF APPENDICES
LIST OF MAPS
LIST FIGURES
ACKNOWLEDGEMENT

CHAPTER

ONE
BACKGROUND OF THE STUDY

1.1 Introduction 1
1.2 Background 4

TWO
ECONOMIES OF IR IRAN AND THE U.A.E.: AN OVERVIEW

2.1 Islamic Republic of Iran 21
2.2 Population and Labour Force 24
2.3 Iranian Rial 26
2.4 Gross Domestic Product 27
2.5 Oil Industry in IR Iran 31
2.6 United Arab Emirates 42
2.7 Political Structure 44
2.8 Profiles of the seven emirates 45
2.9 Oil Industry 48

THREE
WORLD OIL INDUSTRY: GROWTH AND SIGNIFICANCE

3.1 Introduction 62
3.2 Oil Reserves Estimates 67
3.3 Oil Recovery 74
3.4 Production of crude oil 78

FOUR
OPEC FORMATION

4.1 Introduction 85
4.2 Politics and Economics of oil 87
4.3 OPEC: Objectives 90
4.4 The structure of OPEC 92
## FIVE  
**OIL PRICE SCENARIO**

5.1 Prologue  
5.2 Market Structure  
5.3 A sound oil pricing policy  
5.4 Crude oil prices in retrospect  
5.5 Emergence of new oil supplies  
5.6 Demand for and Supply of OPEC oil  
5.7 Oil - The energy swing and OPEC - The swing supplier  
5.8 Global demand for and supply of oil  
5.9 Stability of oil market  
5.10 Price changes during different periods since the first oil shock  

## SIX  
**OPEC DECISIONS AND MEMBER COUNTRIES**

6.1 Shift in decision - making power  
6.2 OPEC : A price maker  
6.3 Response of the industrialized countries  
6.4 Impacts on OPEC members  
6.5 GNP and other variables  
6.6 Impact on education, health and employment  
6.7 OPEC, The Persian Gulf crisis and oil market  

## SEVEN  
**OPEC, IR IRAN AND THE U.A.E.**

7.1 Oil price hike (1973/74)  
7.2 The United Arab Emirates  
7.3 Iran and the U.A.E’s imports  
7.4 The second oil price hike (1979/80)  
7.5 Impacts of 1986 price collapse on the economies of IR Iran and The United Arab Emirates  

## EIGHT  
**OIL PRICE PROSPECTS IN THE NINETIES**

8.1 Review of current situation  
8.2 Factors relevant for oil prices  
8.3 World demand for oil  
8.4 The world oil supply  
8.5 Supply-Demand gap  
8.6 OPEC’s oil export earnings  

## NINE  
**SUMMARY AND CONCLUSION**