

ECONOMICS 280A
INTERNATIONAL ECONOMICS

Course Requirement:

A three-hour closed-book exam in the final exam period.

Textbooks:

In my lectures I shall not follow any particular book. However, selected chapters in the following textbooks should cover many of the topics to be discussed in class. None of these textbooks is required.

1. P. Krugman, Rethinking International Trade, MIT Press, paperback.
(Chapters 2-7, 14)
2. J. Bhagwati (ed.), International Trade: Selected Readings, MIT Press, paperback.
(Chapters 1, 4, 5, 11, 12, 14, 16, 19)
3. G. Grossman (ed.), Imperfect Competition and International Trade, MIT Press, paperback.
(Chapters 1, 7-8, 12-14, 19)
4. R. Jones and P. Kenen (eds.), Handbook of International Economics, North Holland, Vol. 1, paperback. (Chapters 1-4, 10-12)
5. G. Grossman and K. Rogoff (eds.), Handbook of International Economics, North Holland, Vol. 3. (Part 1).
6. J. Bhagwati, A. Panagariya and T.N. Srinivasan, Lectures in International Trade, 2nd ed., MIT Press, 1998. (Chapters 2-8, 11-15, 18, 30, 37)

Suggested Readings on Specific Topics

- A. Theory of Comparative Advantage: The Ricardian Model
 - i. Textbook 6, Chapters 2-4.
 - ii. Textbook 4, Chapters 1 and 10.
 - iii. Dornbusch, Fischer & Samuelson, American Economic Review, December 1977.
- B. Factor Endowments and Pattern of Trade and Specialization
 - i. Textbook 6, Chapters 5-8.
 - ii. Textbook 4, Chapters 1, 3, and 10.
 - iii. Textbook 5, Chapter 26

(over)

C. Trade, Factor Prices and Income Distribution

- i. Textbook 4, Chapters 1 and 3.
- ii. Textbook 2, Chapters 1 and 4.
- iii. Bardhan, Economic Growth, Development and Foreign Trade, Appendix to Chapter 1.

D. Protection and Income Distribution

- i. Textbook 4, Chapter 3.
- ii. Jones, Journal of Political Economy, October 1977.
- iii. Journal of Economic Perspectives Symposium, Summer 1995.
- iv. Textbook 2, Chapter 5.
- v. Baldwin, Journal of Economic Perspectives, Fall 1989.
- vi. Textbook 5, Chapter 28

E. Scale Economies, Product Differentiation and Trade Patterns

- i. Textbook 3, Part III.
- ii. Textbook 1, Chapters 2-5, 7 and 14.
- iii. Dixit and Norman, Theory of International Trade, Chapter 9.
- iv. Textbook 6, Chapter 11.
- v. Panagariya, Journal of International Economics, February 1986.
- vi. Textbook 5, Chapters 24 and 26.

F. Economic Growth and Trade

- i. Textbook 4, Chapter 4.
- ii. Textbook 6, Chapter 37.
- iii. Bardhan, Economic Growth, Development and Foreign Trade, Chapter 1.
- iv. Ocampo, Journal of Development Economics, June 1986.
- v. Grossman and Helpman, Innovation and Growth in the Global Economy, Chapters 3, 8-12.
- vi. Helpman, Econometrica, November 1993.
- vii. Textbook 5, Chapter 25.

G. Trade, Protection and Economic Welfare

- i. Textbook 3, Chapters 7 and 8.
- ii. Textbook 6, Chapters 12-15, 18 and 30.
- iii. Textbook 4, Chapters 2, 11-12.
- iv. Rodrik, Journal of Economic Perspectives, Winter 1992.
- v. Textbook 2, Chapters 11-12, 14 and 16.
- vi. Pack, Chapter 9 in Chenery and Srinivasan (eds.), Handbook of Development Economics, Vol. I.
- vii. Textbook 5, Chapters 27 and 30.