



C.U. SHAH UNIVERSITY WADHWANCITY



- Faculty : Arts & Humanities
- Department of : Economics
- Semester : III
- Name of Subject : International Economics-1
- Subject Code : 5AH03INE1

Teaching & Evaluations Scheme

Subject Code	Name of the Subject	Teaching Scheme (Hours)				Evaluations Scheme								
		4	0	0	4	30	1.5	70	3	100	--	--	--	100
5AH03INE1	International Economics-1													

COURSE OBJECTIVES:

- International trade acts as an engine of growth.
- It is necessary for P.G. students in economics to know international trade Theories practice and policies; it will help them to examine impact of trade policies followed by welfare implication.

COURSE CONTENTS :

Unit No.	Course Content (Title of the Unit)	Minimum No. of Hours
0	Prerequisites	04
1	Concept of Inter-regional and international Trade; Theory of Comparative Advantage, Hecksher-Ohline Theory of trade, factor Endowment and factor price, Leontief Paradox. Empirical verification and relevance of Theories; International Trade under imperfect Competition.	14
2	Terms of Trade and Economics Growth; Secular deteri/ation f terms of trade hypothesis: a croitical review; International trade as an engine of growth; Gains from Trade and LDCs; Foreign Trade Multiplier: Trade and Labour Skills Theory by Donald Kessing; Research and Development factor and Structure of Commodity Trade (By Gruber, Mehta and Vernon)	14

3	Measurement of Gains from trade; Concepts of Terms of trade, their uses and limitation; Factors affecting Terms of Trade; Impact of Tariffs; Political economy of Non-tariff Barriers; Trade and Development; Trade as engine of growth: Two Gap analysis-views of Prebisch, Singer and Myrdal.	14
4	Meaning and concepts of Balance of Trade and Balance of Payment- Equilibrium and Disequilibria in Balance of payment- The process of adjustment under systems of Gold Standard - Steps to Correct imbalance of payments, traditional and monetary approaches for adjustment in the Balance of Payment - Theory of International reserves- Theory of Foreign Exchange Rate.	14
	Total Hours	60

TEXT AND REFERENCE BOOKS :

1. Salvant/e.D. "Theory and Problems of International Economics", McGraw-Hill, New York, 1983.
2. Sodersten B.O. "International Economics", The Macmillan Press Ltd. London, 1991.
3. Dunn R.M. and J.H. Mutti. "International Economics", Routledge, London, 2000.
4. Joshi Rakesh, "Anter Rashtriya Arthashastra" in Gujarati Uni. Rajkot., Gujarat, India 2004.
5. Ellsworth P.T. & J.C. Leith, "The International Economy", Mac-Millan, New York, 1975
6. Walter I & K Areskoug. "International Economics" Mac-Millan, New York, 1975.
7. Ohlin B. "Inter-regional and international Trade", Harvard Uni. Press, Cambridge, 1933.
8. Pearce I.F. "International Trade", Macmillan, London, 1970.
9. Bhagwati. Jagdish "International Trade : Selected Reading", MIT Press, Cambridge, 1981.