

**ECN230 Tentative Schedule and Lecture Plan Autumn 2023**

Session / Date	Topic and Material Covered in Outline	Reading Assignment
<b>PART 1. THEORETICAL BACKGROUND AND SPECIFICATION OF TRADE MODELS</b>		
1 05.09	Intro: course overview and objectives. Section 1: Intro to international economics; trends and importance of trade; Why nations trade?; Section 2.1: Partial equilibrium trade model	Appleyard + Field text (AF). AF: ch 1
06.09	<b>Exercise session:</b> Work in groups to complete assignment 1 and have assignment approved – instructor available for consultation. Download assignment set that refers to your group number.	Download assignment
2 12.09	<b>Review assignment 1;</b> Section 2.2: Trade modeling: partial eqblm (3-panel graph); Section 3.1-3.3: general eqblm: Ricardian 2 country, 2 good, 1 factor trade model	AF: ch 2-3; SRP2
3 13.09	Section 3.4-3.9: Ricardian 2 x 2 x 1 model; Law of one price, terms of trade; gains from trade; implications of preferences / country size; conclude Ricardian model; Section 4.1-4.12: Introduce (H-O-S) Heckscher-Ohlin-Samuelson 2 country, 2 good, 2 factor model	AF: ch 2-5
4 19.09	Section 4.1-4.12: H-O-S 2 x 2 x 2 general equilibrium trade model; modeling of the pre-trade to free-trade situation; theoretical background of the model	AF: ch 5
20.09	<b>Exercise session:</b> Group work to complete assignment 2 – instructor available for consultation	Download assignment
5 26.09	<b>Review assignment 2;</b> Section 4.2-4.12: H-O-S 2 x 2 x 2 model – large country case; factor endowment and preference differences; TOT and changes in TOT; Section 5.1-5.3: Output prices, input prices and factor markets and allocation	AF: ch 5-6; SRP5
6 27.09	Continue session 5.3: output-input prices and factor market reallocation from change in prices; Section 5.4-5.5: Trade and wages; Income convergence; Global income distribution	AF: ch 6, 8-9; SRP6
7 03.10	Section 6: Summarize H-O-S model: theorems, expectations, evidence and limitations; Section 7.1-7.5: Economic growth: effect on production, consumption, trade and welfare	AF: ch 11; SRP7
8 04.10	<b>In-class case scenario: growth and trade;</b> Section 7.6: Growth and large-country implications: TOT and SW; Section 8: Prebisch-Singer hypothesis: dependency theory; diversification vs specialization	AF: ch 11, 18; RR: Lutz
9 10.10	Section 8.5: Outward vs inward-orientated growth, development and trade; Introduce Part 2; Mid-term evaluation	AF: ch 11,18; RR: M&F; Segerst; SRP9
<b>PART 2. ANALYZING TRADE POLICY; STRATEGIC TRADE AND IMPERFECTLY COMPETITIVE TRADE</b>		
10 11.10	Section 1: Offer curves; Section 2: Measuring social welfare changes from trade; Section 3.1-3.6: Tariffs, types, objectives, theoretical issues and practical experiences; economic, trade and welfare effects	AF: ch 7, 16 (p. 357); SRP-10-13
11 17.10	<b>Section 3.6: tariffs continued;</b> Section 4.1-4.6: Quotas, definition, objectives; theoretical issues and practical experiences; economic, trade and welfare effects	AF: ch 13-14; RR: Houck; Tweeten
18.10	<b>Exercise session:</b> Group work on assignment 3 – instructor available for consultation	Download assignment
12 24.10	<b>Review assignment 3;</b> Section 4.7: Quota-tariff non-equivalence; Section 5.1-5.6: Export taxes, types, objectives, theoretical issues, practical experience; economic, trade and welfare effects; Section 5.7: gen'al eqblm effects of export/import taxes; Section 6: Export subsidies	AF: ch 13-15; SRP-10-13; RR: Houck
25.10	<b>Exercise session:</b> Work in groups on assignment 4 – instructor available for consultation	Download assignment
13 31.10	<b>Review assignment 4;</b> Lerner symmetry; conclude trade policy; Trade wars	AF: ch 15, 18; SPR-10-13
14 01.11	Section 7: Revisit the case for and against free trade; Section 8.1-8.2: Trade policy's role as a development strategy in LDCs and in emerging economies	AF: ch 15, 18; SRP-14
15 07.11	Section 8.2-.3: Trade policy as a strategy in emerging and advanced economies	AF: ch 15-16; SRP-15
16 08.11	Section 9: Imperfectly competitive international markets from resource endowment or economies of scale (EOS); Section 10: EOS and product differentiation	AF: ch 10, 12; SRP-16
17 14.11	Section 10: conclude EOS; Section 11: International factor movements	AF: ch 12; SRP-17
18 15.11	Section 12: EOS, product differentiation and international factor mobility; <b>In-class case scenario: Internationalization strategy of a firm – export vs foreign investment</b>	
29.11	Conclude course and review session – <b>to be confirmed;</b> end-of-term evaluation	Exam files on web