

Gujarat Technological University
MASTERS IN TECHNOLOGICAL MANAGEMENT-MTM
DUAL DEGREE PROGRAMME
Semester X

Subject Name: INTERNATIONAL ECONOMICS

Subject Code: 4210106

COURSE OBJECTIVES:

- The objective of the course is to introduce theory and practice of international economics.
- The course exposes students to international policy scenarios, situations and provides scope for developing analytical thinking.

Course Contents:

Module No	Module Content	Weightage
1	Introduction to International Economics: The Basis of International Trade: The Classical Theory of Trade: The Theory of Comparative Advantage: The Standard Theory of Comparative Cost Advantage: The Law of Reciprocal Demand and Terms of Trade: The Heckscher-Ohlin Theory of Trade: The Factor-Endowment Theory.	14
2	Factor Price Equalization and Income Distribution: A Detailed Analysis: Post-Heckscher-Ohlin Theories of Trade: Economic Growth and International Trade: Free Trade Policy vs Restrictive Trade Policy: The Economics of Tariff: Non-Tariff Trade Barriers and New Protectionism: Economics of Customs Unions and Free Trade Areas: International Trade and Economic Development: Trade Problems and Trade Policy of Developing Countries.	21
3	The Balance of Payments: Meaning, Purpose and Measurement: Balance of Payments: Equilibrium and Disequilibrium : The Foreign Exchange Market: Exchange Rate Determination: Exchange Rate Policy: Fixed Vs Flexible Exchange Rates:	14
4	Balance of Payments: An Overview : The Price Mechanism of BOP Adjustment: Automatic Adjustment Mechanism: The Income Adjustment Mechanism of BOP Adjustment: Monetary Approach to BOP Adjustment : Balance of Payments of	21

	Adjustment Policy:	
5	Students must select any country of their choice having trade with India and study implications of India's foreign trade policy in respect of trade between India and selected foreign country.	(20 Marks of CEC – Internal)

Text Books

Sr. No	Author	Name of Text Book	Publisher Edition
1	D N Dwivedi	International Economics: Theory and Policy	S.Chand & Sons, Latest

Reference Books

Sr. No	Author	Name of Reference Book	Publisher Edition
1	Thomas Pugel	International Economics	Tata McGraw Hill , Latest Edition
2	M.Maria John Kennedy	International Economics	Eastern Economy Edition , Latest Edition
3	Kenneth A Reinert	An Introduction to International Economics – New Perspectives on the World Economy	Cambridge University Press , Latest Edition

Scheme of Evaluation:

A	Final University Exam	70 Marks
B	Institute – Midterm Exam	30 Marks
C	Internal Evaluation	30+20 = 50 Marks

Session Plan: The course duration is of 36 sessions of 75 minutes each i.e. 45 hours

Sessions No.	Topic
1-2	Introduction to International Economics
3	The Basis of International Trade
4-5	The Classical Theory of Trade: The Theory of Comparative Advantage
6	The Standard Theory of Comparative Cost Advantage
7-8	The Law of Reciprocal Demand and Terms of Trade
9-11	The Heckscher-Ohlin Theory of Trade: The Factor-Endowment Theory
12-14	Factor Price Equalization and Income Distribution: A Detailed Analysis
15-16	Post-Heckscher-Ohlin Theories of Trade
17 -18	Economic Growth and International Trade
19-20	Free Trade Policy vs Restrictive Trade Policy
21-22	The Economics of Tariff : Non-Tariff Trade Barriers and New Protectionism
23	Economics of Customs Unions and Free Trade Areas
24-25	International Trade and Economic Development
26-27	Trade Problems and Trade Policy of Developing Countries
28-29	The Balance of Payments: Meaning, Purpose and Measurement
30	Balance of Payments: Equilibrium and Disequilibrium
31	The Foreign Exchange Market : Exchange Rate Determination
32	Exchange Rate Policy: Fixed Vs Flexible Exchange Rates
33-34	Balance of Payments: An Overview: The Price Mechanism of BOP Adjustment:

	Automatic Adjustment Mechanism
35	The Income Adjustment Mechanism of BOP Adjustment: Monetary Approach to BOP Adjustment
36	Balance of Payments of Adjustment Policy: The Expenditure Changing Approach