

National and Kapodistrian University of Athens
Department of Economics
Academic year 2024-25, 1st Semester.

George Chortareas, Professor

Nikolina Kosteletou, Emerita Professor

Erasmus/CIVIS Program
Course: *International Economics, Theory and Policy*

Classes take place as follows:

- October and November: Every Tuesday, 12:15-15:00, Room A, 6th floor, 14 Euripidou St.
- December and January: Every Friday, 12:15-15:00, Room A, 3rd floor, 14 Euripidou St.

Prerequisites: Principles of Microeconomics and Principles of Macroeconomics.

Course web page: <https://eclass.uoa.gr/courses/ECON419/>

Course Syllabus: Topics Covered in Class

1. International Economics, Globalization and Global Markets , the Gravity Model, Krugman, P., M. Obstfeld, M. J. Melitz, (KOM) "*International Economics, Theory and Policy*", Chapters 1, 2.
2. Classical Trade Theory and the Theory of Comparative Advantage: from A. Smith to Ricardo, KOM, Chapter 3.
3. The Neoclassical Trade Model: The Heckscher - Ohlin Theorem of Comparative Advantage, KOM, Chapter 5.
4. Trade, Growth and Welfare: the standard trade model, KOM, Chapter 6.
5. External Economies of Scale and the International Location of Production, the multinational company, exports, and outsourcing, KOM, Chapter 7,8.
6. Instruments of Trade Policy: tariffs, quotas, and their effects, *KOM, Chapter 9*.
7. The Political Economy of Trade: free trade or protection? KOM, Chapter 10.
8. Exchange rates and the foreign exchange market. KOM, Chapter 14 or Feenstra, R.S., A.M. Taylor, (FT) "*International Economics, Macmillan*", 5th edition, 2021, Chapter 13.
9. Prices and exchange rates in the long run. KOM, Chapter 16 or FT Chapter 14.
10. Money, Interest rates and Exchange rates. KOM, Chapter 15 or FT Chapter 15.
11. National Accounts and the Balance of Payments. KOM, Chapter 13 or FT Chapter 16.

Recommended textbooks:

Krugman, P., M. Obstfeld, M. J. Melitz, (KOM) "*International Economics, Theory and Policy*", Pearson, 12th edition, 2021.

Salvatore Dominick, *International Economics*, Wiley Binder, 13th edition, 2019.

Feenstra, R.S., A.M. Taylor, (FT) "*International Economics, Macmillan*", 5th edition, 2021.