

BACHELOR OF ARTS

COURSE OF VSK UNIVERSITY

BAEconomics: Semester IV

BAECS 401: International Economics

Sub Code: BAECS 401	No of Lecture Hours per week: 04
Maximum Marks: 100	Internal Marks: 30 and FE: 70

Objectives:

- To understand and comprehend different Macroeconomic issues and policies.
- To understand the theoretical models that explain the behavior and determination of equilibrium income, output and employment.

Module I	INTRODUCTION	06 Hours
	Meaning – Importance – Internal and International trade - Trade and Growth- Globalization and Trade.	
Module II	THEORIES OF TRADE	15 Hours
	Mercantilists views on trade - Adam Smith's Absolute advantage model - David Ricardo's Comparative Advantage model- Opportunity Cost, J.S.Mill and Haberler views on Trade. H O Theory of trade –Factor Price Equalization Theorem - Export led growth strategy.	
Module III	TRADE POLICY	15 Hours
	Meaning – Free v/s Protection - Terms of Trade – Meaning – Concepts - Factors Influencing Terms of Trade. Terms of Trade and Developing countries. Trade Policy – Meaning -Objectives - Instruments of Trade Policy – Tariffs and Quotas - Effects.	
Module IV	FOREIGN EXCHANGE MARKET	10 Hours
	Meaning – Exchange Rate - Determination of Exchange Rate – Exchange Rate Theories –Gold Standard – Gold Exchange Standard - Purchasing Power Parity Theory.	
Module V	INTERNATIONAL FINANCIAL INSTITUTIONS	14 Hours
	World Bank - IMF- ADB – WTO –Objectives - Structure and Functions – India and International Financial Institutions.	

Text Book:

H.G. Mannur – International Economics

Dominick Salvatore – International Economics

REFERENCES:

Bhagawarijagdish (Ed): International Trade Penguin Books 1969

Blackhouse, R and A. Salansi (2000): Macro Economics and the Real World, OUP, London.

Branson, W.A. (1989): Macro Economic Theory and Policy, Harper and Row, New York.

Dalton II. : Public Finance

H.G. Johnson: International Economics

M.L.Jhingan : International Economics

M.L.Seth : Money, Banking and International Trade. Lakshmi NarainAgarwal,Agra.

Mithani D.M: International Economics Himalaya Publishing House.

Mundle :Public Finance Oxford & J.B.H