

**UNIVERSITY OF DELHI**  
**DELHI SCHOOL OF ECONOMICS**  
**DEPARTMENT OF ECONOMICS**

**Minutes of Meeting**

Subject : B.A. (Hons) Economics – Sixth Semester (2014)  
Course : 18 – International Economics  
Date of Meeting : 10<sup>th</sup> December, 2014  
Venue : Department of Economics, Delhi School of Economics,  
University of Delhi  
Chair : Prof. Aditya Bhattacharjea

Attended by:

1	Krishnakumar.S.	Sri Venkateswara College
2	Akhilesh Kr.Yadav	Satyawati (E) College
3	Aishwarya Menon	Shyamlal College (E)
4	Amit Girdharwal	Dyal Singh College
5	Bikash Kumar Mallick	P.G.D.A.V.College
6	Nandini Dutta	Miranda House

It was decided to retain the 8<sup>th</sup> edition (2009) of Krugman and Obstfeld (hereafter KO) as the only textbook for this year, with the topicwise chapter selections as below. As the 9<sup>th</sup> edition is not yet available in an Indian edition, and the new 2014 Indian reprint of the 8<sup>th</sup> edition is an adaptation which omits some material, it was decided not to refer to them. However, teachers are encouraged to review both of them over the next year so that an informed decision can be taken for 2016.

## **Course Outline**

### **1. Introduction**

What is International Economics about? An overview of world trade patterns.

KO, chs. 1 and 2.

### **2. Theories of International Trade**

The Ricardian and Heckscher-Ohlin models; New trade theories; The international location of production; Firms in the global economy—Outsourcing and multinational enterprises.

KO, chs. 3-7

### **3. Trade Policy**

Instruments of trade policy; Political economy of trade policy; Controversies in trade policy

KO, chs.8, 9 and 11(pp. 267-71)

### **4. International Macroeconomic Policy**

Fixed versus flexible exchange rates; International monetary systems; Financial globalization and financial crises.

KO, chs. 16, 17, 18, (pp.518-22), 19, 21 (pp.595-606).

**Note :** Appendices 4-8 and Post scripts 4 and 6 of KO should be covered.

### **Evaluation**

The internal evaluation will consist of two class tests of 10 marks each, with 5 marks being allocated for attendance.

The End-semester Examination (75 marks) will have the following format:

- The question paper will have two parts: Part A and B. Part A consists of Topic No. 1, 2 and 3. Part B consists of Topic 4.
- Part A shall have 5 questions (15 marks each) out of which 3 questions to be answered.
- Part B shall have 3 questions (15 marks each) out of which 2 questions to be answered.
- The weightage for numerical questions in Part A and B together shall be 15 to 20 marks.
- Questions may cut across chapters.