

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

Minutes of Meeting

Subject	:	B.A. (Hons) Economics – Sixth Semester Restructured FYUP (2016)
Course	:	International Economics (DC I)
Date of Meeting	:	13 th January, 2016
Venue	:	Department of Economics, Delhi School of Economics, University of Delhi
Chair	:	Prof. Aditya Bhattacharjea

Attended by:

1	Akhilesh Kr. Yadav	Satyawati College (E)
2	Baishakhi Mondal	IP College
3	K.Varsha	Hansraj College
4	Ajit Jha	Aurobindo College
5	Piyush Bhadani	Maharaja Agrasen College
6	Deepika Sehdev	Ramjas College
7	Nidhi Pande	DCAC
8	Harjeet Singh	Dyal Singh College
9	Neelam Singh	LSR
10	Tanjot Singh	Gargi College
11	Mandeep Kaur	Dyal Singh College
12	Rakesh Kumar	ARSD College
13	Puja Saxena Nigam	Hindu College
14	Sanghita Mondal	PGDAV
15	Ravish	ARSD College
16	Trisha Jolly	JDMC
17	Karishma Kumar S	Sri Venkateswara College
18	Amit Kumar	Vivekanand College
19	Neha Mathur	Lakshmibai College
20	Kittu Kapoor	Mata Sundri College
21	Srividya Subramaniam	SGTB Khalsa College
22	Varsha Gupta	SBSC
23	Sonam Choudhury	College of Vocational Studies
24	Reena Bajaj	Sri Aurobindo College
25	Himanshu Singh	Satyawati College (E)
26	S.Ghosh	St.Stephens' College
27	Sukhvinder Kaur	SGND Khalsa College
28	Manjula Singh	St.Stephens' College
29	Hanish Pal	Bharti College
30	Renu Sinha	Satyawati College (M)

It was decided to move directly from the 8th to the 10th edition of the textbook by Krugman, Obstfeldt and Melitz. However, as the semester has already begun, only selected chapters from the new edition should be used for some later topics, as specified below. Teachers should order the new edition for their college libraries immediately. They should also review the remaining chapters corresponding to Units 1 – 3 of the course outline for adoption from next year.

1. Paul Krugman and Maurice Obstfeld, *International Economics: Theory & Policy*, Addison-Wesley (Pearson), 8th edition, 2009 (denoted below as KO).
2. Paul R. Krugman, Maurice Obstfeld and Marc J. Melitz, *International Economics: Theory & Policy*, Pearson, 10th Global edition, 2015 (denoted below as KOM).

Course Outline

1. Introduction

What is International Economics about? An overview of world trade.
KO, 8th ed. chapters 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, 8th ed. chapters 3-7

KOM, 10th ed. Chapter 4, pp. 83-102. (The material in KOM Ch. 8, pp. 217-232 on outsourcing should be used only for optional/project reading this year.)

3. Trade Policy

Instruments of trade policy; Political economy of trade policy; Controversies in trade policy
KO, 8th ed. chapters.8, 9 and 11 (pp. 267-71)

4. International Macroeconomic Policy (Note: this unit is to be done from KOM only)

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

KOM, 10th ed. ch. 15 pages 393-400, ch. 17 pages 483-521, ch. 18 pages 527-551, ch. 19 pages 579-584, 592-619, ch. 20 (complete), pp. 628-665 (No questions to be asked in final exam from case studies. Appendices are not included.)

Note : Appendices 4-8 and Post scripts 4 and 6 of KO, 8th ed. should be covered.
For teachers: Some additional on-line appendices for KOM are available at
http://wps.aw.com/bp_krgmnobstf_interecon_10/

Evaluation

The pattern of the end-semester examination remains unchanged, viz:

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.