

ECON 340 International Economics Course Syllabus  
Spring 2022  
Sabanci University

Instructor: Prof. Dr Bahri Yilmaz  
Phone: 9236

Course Code: ECON 340  
Course Name: International Economics  
Credit: 3  
Class Hours: M 11.40 am-12.30 pm. and W 12.40 pm-2.30 pm.

Recommended Reading:

*Required Textbook: The International Economy.* Peter B. Kenen, Cambridge University Press, Fourth Edition 2000.

*International Economics,* Paul R. Krugman and Maurice Obstfeld, Marc J. Melitz Eleventh Edition, Pearson Publishing Company, 2018.

Strongly recommended textbooks are:

*The World Economy,* John Williamson and Chris Milner, Prentice Hall/Harvester Wheatsheaf, Latest Edition, United Kingdom.

**Topics Covered:**

Week 1. Introduction (Trade Theory and Policy); what is International Economics about? (Krugman, Part1)

Week 2. Classical Trade Theories.

Comparative Advantage and Gains from Trade (Kenen Ch.2, Krugman Part 1. Chp.3)).

Week 3. Economic Efficiency and Comparative Advantage (Ricardian Model), Krugman, Part 1, Ch.3), (Kenen Ch.3).

Week 4. Factor Endowments and Comparative Advantage (The Heckscher-Ohlin Model) (Kenen Ch.4, Krugman Part 1, Ch Ch.5)

Week 5. Imperfect Competition and Trade (Kenen Ch.7 and Krugman Ch. 6)

Week 6: International Trade Policy, Instruments, (Kenen Ch. 9, Krugman Part 2, Ch.9)

Week 6. Exchange Rates and Open Economy Macroeconomics (Krugman, Part 3).

Week 7. International Macroeconomic Policy; Krugman, Part 4).

### **Week. 8 MID-TERM EXAMS**

Week 9. International Factor (Capital and Labour) Movements, (Kenen Ch.8 and Krugman Ch.7)

Week 10. Political Economy of International Trade Policy (Kenen Ch.10 and 11 Krugman Ch.10)

Week 11. Trade Policies in Developing Countries (Krugman Ch.11)

Week 12. European Economic Integration

Week 13. China's Economic Development: Why has China Succeeded?

Week 14. Final Conclusions and Sum Up Session.

Mid-Term Exam      40%

Final Exam            60%