



॥ सत्यमेव जयते ॥
SYMBIOSIS

Symbiosis College of Arts and Commerce

(An Autonomous College Affiliated to University of Pune)

Subject code	Semester	I	II	III	IV	V	VI	M.Com.	I	II	III	IV
Title of Subject		T.Y.B. COM SEM V INTERNATIONAL ECONOMICS AND TRADE RELATIONS										
Objectives	<ol style="list-style-type: none"> To gain conceptual clarity of the theoretical aspects, foundations and principles of International Economics. To examine the broad pattern of changes in the arena of International Economic Policy and the evolving Global Economic environment To comprehend the complexities of theories, problems and policies in International Economics. 											
Detailed syllabus												
Unit	Contents of the syllabus											Number of Lectures
1	<p>1. Title of the topic : Theories of International Trade : An Introduction</p> <p>1.1 The Theory of Absolute Cost Advantage & The Theory of Comparative Cost Advantage</p> <p>1.2 Two-by-Two-by-Two Sector Model</p> <ul style="list-style-type: none"> A critical review is carried out regarding the assumptions, principles, limitations and comparison of the early trade theories. 											06
2	<p>2. Title of the topic : Modern Theories of International Trade</p> <p>2.1 Product Cycle Theory</p> <p>2.2 Linders Theory of Volume of Trade and Demand Pattern</p> <p>2.3 Krugman's Alternative Theory of Trade</p> <p>2.4 Gravity Model</p> <ul style="list-style-type: none"> Assumptions, theoretical aspects, limitations and application of the modern theories in the contemporary trade scenario are discussed. 											10
3	<p>3. Title of the topic : Terms of Trade and Determination of Exchange Rate</p> <p>3.1 Concepts and Measurement</p> <p>3.2 Factors affecting Terms of Trade of a Country</p> <p>3.3 Reasons for Deterioration in Terms of trade of LDCs</p> <p>3.4 Determination of Exchange Rates</p> <p>3.4.1 Fixed and Flexible Exchange Rates</p> <p>3.4.2 BOP Theory and PPP Theory</p> <ul style="list-style-type: none"> A critical review is undertaken of the Terms of Trade of Developed and Developing nations and the applicability of the BOP and PPP Theories. 											12
4	<p>4. Title of the topic : Commercial Policy – Barriers to Trade</p> <p>4.1 Free Trade vs Protection</p> <p>4.2 Tariffs</p> <p>4.2.1 Carbon Tariffs</p> <p>4.3 Quotas</p> <p>4.4 Non Tariff Barriers</p> <p>4.5 Exchange Control</p> <ul style="list-style-type: none"> Analysis of debates regarding the imposition, reduction and removal of trade barriers especially with reference to the Developed and Asian 											12



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	countries are reviewed.	
5.	5. Title of the topic: Balance of Payments and Trade Distortions 5.1 Equilibrium and Disequilibrium in BOP 5.2 Measures to correct disequilibrium 5.3 Current and Capital Account convertibility 5.4 Protectionism in the changing world scenario 5.5 Role of GATT/WTO in reducing trade distortions <ul style="list-style-type: none"> • Case Studies discussed on the repercussions of global events (BREXIT, changing trade policy of USA) 	14
	Total Number of Lectures	54

Learning Outcomes:

- Students are able to critically explore issues and policies in International Economics
- Students develop analytical skills to comprehend differences and linkages between domestic and international trade
- Students are equipped to apply theoretical principles of international trade to the prevailing global economic environment
- Students are imbued with skill sets to comprehend the critical issues involved in framing and implementation of international trade policies
- Students gain fundamental exposure to the role, structure and functioning of international institutions/organizations.

Recommended Readings:

- Salvatore Dominick (2013), International Economics, John Wiley, Singapore
- Sodersten Bo. & Reed Geoffrey (1999) International Economics, 3 ed. By Macmillan London

Suggested Readings:

- Bhatia. H L (2006) International Economics, Vikas Publishing N. Delhi.
- Carbaugh Robert (2009) International Economics, J.S.W.College Publication.
- Cherunilam Francis (2017) International Economics-By Tata Mcgraw Hill N. Delhi.
- Gandolfo Giancarlo (2006) Elements Of International Economics N. Delhi Abe Books Private Ltd .
- Jhingan M.L (2012) International economics-6th ed. Vrinda Publications
- Krugman Paul, Maurice Obstfeld, and Marc Melitz, (2012). International Economics: Theory and Policy, Addison-Wesley (Pearson Education Indian Edition), 9th edition.
- Krugman R. Paul, Kindersley Dorling (2009) International economics-6th ed.
- Salvatore Dominick (2011), International Economics: Trade and Finance, John Wiley International Student Edition, 10th edition.
- Suranovic Steve, (2010) International Trade: Theory and Policy, Saylor Foundation.

Suggested Journals :

Asia Pacific Business Review
 Economic and Political Weekly
 Focus WTO
 Foreign Trade Review
 International Monetary Fund Staff Papers
 The Journal of International Economics and Economic Policy
 World Bank Economic Review
<https://www.journals.elsevier.com/international-economics>



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