

CORE COURSE VIII – INTERNATIONAL ECONOMICS

Module – I Features of Theories

Need for separate study – Distinction between internal and international trade – Classical Theory of International trade – David Ricardo's Comparative Cost Theory – Heberler's Opportunity Cost Theory – Modern Theory – Hecksher – Ohlin Theorem.

Module – II Free Trade Versus Protection

Case for against free trade and protection – Protective Tariffs – Meaning – Types – Effects – Quotas – Meaning – Types – Effects – Dumping – preconditions for dumping – effects – anti – dumping measures.

Module – III Balance of Payments

Concept – importance – structure – distinction between balance of trade and balance of payments – Disequilibrium in the balance of payments – short run and long run – causes – measures for removal of disequilibrium.

Module - IV Foreign Exchange

Meaning - Importance – Demand for Foreign exchange - Supply of Foreign exchange – equilibrium rate of Foreign exchange – Fund for Foreign exchange - Purchase Power Parity Theory – Stable and Flexible Foreign Exchange Rate.

Module – V International Monetary System

International Liquidity IMF – IBRD – Asian Development Bank – SAARC – WTO and India.

Reference:

1. Jhingan, M.L., (2003), International Economics, Vani Educational Books (or) Viranda / Konark Publishers Pvt. Ltd., Delhi.
2. Mithani, D.M., (1997), Money, Banking International Trade and Public Finance, Himalaya Publishing House, Bombay.
3. Francis Cherunilam, International Economics
4. Gupta, K.R., International Trade
5. Mannur, H.G., International Economics