

Course Code	Course Name	Credits
22EC511	ADVANCED INTERNATIONAL ECONOMICS	04

Course Objectives

- To strengthen international trade in all aspects i.e. economic growth, optimization of resources.
- To understand the importance of protection of domestic markets and restrictions on imports.
- To understand the financial and economic status of the country.
- To understand the use of foreign currencies and working of multiplier.
- To understand the necessities of international organizations and the benefits in promoting the LDCs.

Learning Outcomes

Upon successful completion of this course it is intended that a student will be able to:

- Examine how global commerce and trade affect economic growth and welfare of an economy.
- Understand the effects of protection in terms of partial and general equilibrium.
- Explain the components, causes and preparation of Balance Sheet of BOP.
- Analyze the merits and demerits of fixed and flexible exchange rates.
- Explain how the international trade organizations promote the development in LDCs.

Unit 1 – Subject Matters and Theories of International Trade (12Hrs)

Adam Smith's Absolute Advantage theory. Comparative cost advantage theory of Ricardo. Opportunity cost doctrine. Reciprocal demand. Heckscher – Ohlin theory. The terms of trade. The gains from the trade.

Unit 2 –Commercial Policy (12Hrs)

Free trade versus protection. Tariff classifications. Non – tariff barriers. Quotas, Dumping. Exchange control. International cartels.

Unit 3 – Balance of Payment (12Hrs)

BOP- meaning, structure, equilibrium and dis- equilibrium, measures to correct BOP. Adjustment mechanism of balance of payment-automatic price adjustment under gold standard. Automatic price adjustment under flexible exchange rates. The elastic approach. Expenditure monetary and fiscal policies.

Unit 4 – Foreign Exchange Rate Policies and Foreign Trade Multiplier (12Hrs)

Foreign exchange rate policy- fixed and flexible exchange market. Spot and forward exchange market. Foreign trade multiplier. Mint per parity theory. Purchasing power parity theory.

Unit 5 –Financial Institutions and Trading Blocks (12Hrs)

WTO. UNCTAD. Multinational Corporation (MNC). Foreign Direct investment. GATT. IMF. IBRD. IDA. Asian Development Bank. Euro Currency market.

Reference Books:

1. Jhingan M.L. International Economics Vrinda Publications (P) Ltd. 2009
2. Bahagwati JN (1998): International Trade Selected Readings, London, MC Milan University Press
3. Francis C (2008): International Economics: MC Grew Hill Education.
4. James C and Robert M (2004): International Economics, Johnwiley and sons Inc.
5. Bhatia HL (2006): International Economics, Vikas Publishing House Pvt. Ltd. New Delhi.

Websites and eLearning Sources:

1. <https://www.scribd.com/document/892366565/>
2. <https://www.euacademic.org/BookUpload/9.pdf>
3. <https://www.scribd.com/document/916551849/Research-Methodology-for-Economics>

COs and Bloom's Taxonomy Mapping – 26EC511

Course Outcomes	On successful completion of this course, students will be able to	BTL
CO1	Understand the diversity of international trade, technical operation and trade relation.	K1, K2,
CO2	To understand the importance of protection of domestic markets and its impact in the economy.	K2, K3, K4, K6
CO3	To understand the financial and economic status of the country.	K2, K3, K5
CO4	Understand the foreign exchange rate, working of trade multiplier and methods of exchange market	K2, K3, K5
CO5	Understand the importance of international organizations and the benefits in promoting the LDCs	K1, K2

BTL (Bloom's Taxonomy Level) - K1 – Remembering, K2 – Understanding, K3- Applying, K4 – Analyse, K5- Evaluate and K6 - Create

Relationship Matrix – 26EC511

Course Outcomes	Programme Outcomes (POs)						Programme Specific Outcomes (PSOs)						Mean Score of Cos
	PO1	PO2	PO3	PO4	PO5	PO6	PSO1	PSO2	PSO3	PSO4	PSO5	PSO6	
CO1	2	3	3	2	1	2	2	2	1	2	3	3	2.1
CO2	3	3	2	1	2	3	1	3	2	2	3	3	2.3
CO3	2	2	3	2	2	3	2	3	3	3	3	2	2.5
CO4	2	3	2	2	3	3	2	1	3	2	3	3	2.4
CO5	3	2	1	3	2	3	3	3	2	2	3	3	2.5
Total													2.36

Mean Score: 3- High, 2- Medium/Moderate, 1-Low

