ECON 471
International Trade

Classes: MW 8:30-10:20 EEB 037

Office: Savery 352
Office hours: Tuesdays 10:00 a.m. – 12:00 noon
E-mail address: e471@karyiuwong.com
Home page: http://depts.washington.edu/karyiut/ or http://faculty.washington.edu/karyiu/

This course covers various theories of international trade and offers discussion of the welfare impacts of trade policies. It consists of lectures, problem sets, one mid-term exam, and one final exam. The problem sets will be graded and will account for 10% of the total grade. The mid-term exam and final exam will carry weights of 40% and 50%, respectively, for the final grade.

Students are expected to have a good background in intermediate microeconomics and mathematical tools. Simple calculus (mainly differentiation) may be used sometimes in class.

Lecture notes to be covered in class will be posted and can be downloaded. It is advised that you bring a copy of the lecture notes to class. Diagrams to illustrate the lectures will be presented in class.

**Holidays:** Jan 21, 2013, Martin Luther King Day
Feb 18, 2013, Presidents Day

**TEXT**


**REFERENCES**


1. Partial Equilibrium and Foreign Trade

Features of world trade: AFC, Chapter 1, K&O, Chapter 1.
2. The Classical Framework and Theory of Comparative Advantage

AFC*, Chapters 2 – 4.
K&O, Chapter 2.

3. The Neoclassical Theory

AFC*, Chapters 5, 7 – 9.
K&O*, Chapters 3 – 5.

4. Other Theories of International Trade

AFC*, Chapter 10.
K&O*, Chapter 6.

5. Gains from Trade

AFC*, Chapter 6.

6. International Factor Movements

AFC*, Chapter 12.
K&O*, Chapter 7.

7. Tariffs and Trade Theory

AFC*, Chapters 13 – 14.
K&O*, Chapter 9 – 11.
Feenstra, R., “How Costly is Protectionism,” in King, Chapter 1.

8. Strategic Trade Policy

AFC*, Chapter 15.
K&O*, Chapter 12.

Asterisked items are more important and should be read as soon as possible. These eight sections are listed according to the topics, and they are of different lengths. (For example, Section 3 is much longer, and it is also very important.) Problem sets are usually due two days to one week after the corresponding section has been covered.