



WIRTSCHAFTS
UNIVERSITÄT
WIEN VIENNA
UNIVERSITY OF
ECONOMICS
AND BUSINESS



International Economics

Master-Programme Economics

Institutes of the Department of Economics

- Institute for International Economics: Harald Badinger
- Institute for International Economics: Birgit Meyer

Structure

- 4h PI, winter and summer term
- Covers core topics of trade theory and international monetary economics (emphasis on trade theory)

Learning Objectives

- After this class students should have a sound knowledge of the main theories of international trade and exchange rate determination, understand their empirical implications, and be able to apply them to real world issues and questions of economic policy relevance.

International Economics

Winter term 2017/18

PI International Economics, Badinger/Meyer
Monday, 10.00-13.30, weekly, in English

■ **Prerequisites**

Sound knowledge of microeconomics, macroeconomics, mathematics
Knowledge in econometrics is helpful

■ **Contents**

■ Trade Theory

- Causes and Consequences of Trade
- Ricardo-, specific factor-, Heckscher-Ohlin-, new trade theory -models
- Globalization: FDI, migration

■ International Finance

- Balance of Payments , Exchange rate determination (PPP theory, asset model, ER overshooting)

International Economics

Winter term 2017/18

■ Teaching Methods, Grading

- Lectures
- Mid-term test (30%), final test (30%)
- Two presentations (each 20%)

■ Basic Literature

- MacDonald, R. (2007). *Exchange Rate Economics: Theory and Evidence*. London: Routledge.
- Markusen, J.R., Melvin, J.R., Kaempfer, W.H., and Maskus. K.E. (1995). *International Trade: Theory and Evidence*. New York et al.: MacGraw-Hill.
- Feenstra, R. (2004). *Advanced International Trade*. Princeton: Princeton University Press.
- Dixit, A. and Norman, V. (2002). *Theory of international trade: a dual, general equilibrium approach*. Reprint. Cambridge et al.: Cambridge University Press, 2002.
- Helpman, E. and Krugman, P. (1985). *Market Structure and Foreign Trade*, (Cambridge, MA, and London, The MIT Press), 1985.
- Selected papers