

ECO364H1 F

International Trade Theory

Fall 2024 Syllabus

Course Meetings

ECO364H1 F

| Section | Day & Time | Delivery Mode & Location |
|---------|----------------------------|--------------------------|
| LEC0101 | Monday, 10:00 AM - 1:00 PM | In Person: FE 230 |
| LEC0201 | Monday, 2:00 PM - 5:00 PM | In Person: FE 230 |

Refer to ACORN for the most up-to-date information about the location of the course meetings.

Course Contacts

Course Website: <https://q.utoronto.ca/courses/357668>

Instructor: Peter Morrow

Email: peter.morrow@utoronto.ca

Office Hours and Location: Wednesdays 1pm-2pm GE 336

Course Overview

An examination of the causes and consequences of international trade. The first half develops traditional models of comparative advantage. The second half examines more recent theoretical and empirical work on trade & wages, the political economy of trade, outsourcing, and firm heterogeneity.

This course introduces key concepts of international trade. Specifically, we will develop a theoretical framework to analyze the global market for goods and services. These models allow us to analyze both the determinants of trade and the impact of trade on domestic economic activity. Having developed these models, we will explore the empirical literature to examine how the models match the facts regarding (but not limited to) trade and wages and the gains from trade. We will also spend time on the tools of trade policy and issues associated with political economy.

Prerequisites: ECO200Y1/ECO204Y1/ECO206Y1; ECO220Y1/ ECO227Y1/ (STA237H1, STA238H1)/ (STA247H1, STA248H1)/ (STA257H1, STA261H1)

Corequisites: None

Exclusions: ECO230Y1, ECO231H1, ECO364H5

Recommended Preparation: None

Credit Value: 0.5

Course Materials

Paul Krugman, Marc Melitz, and Maurice Obstfeld, *International Trade: Theory and Policy* (10th Edition, Pearson, 2014 (referred to as KOM in what follows). I do not require you to buy the newest edition of the textbook, allowing you to look for used copies online (e.g. Amazon.com) at discounts. Electronic versions should be the same. *However, you are responsible for the most recent material when editions diverge.*

Marking Scheme

| Assessment | Percent | Details | Due Date |
|---------------------------|---------|---------|-------------------|
| Midterm | 35% | | 2024-11-04 |
| Problem Sets | 20% | | No Specific Date |
| Assorted Acknowledgements | 5% | | No Specific Date |
| In-Person Final Exam | 40% | | Final Exam Period |

See course syllabus.

Late Assessment Submissions Policy

No late problem sets will be accepted. Your lowest problem set score will be dropped. This is meant to account for unexpected life circumstances (e.g. sick relatives or roommates).