EXAMINATIONS:

There will be a take-home midterm examination (in accordance with the next paragraph), and a 3-hour final examination (to be scheduled by the University). In the determination of the overall final grade for the course, the midterm examination will have a weight of 40%, and the final examination will have a weight of 60%.

Questions for the midterm examination should be taken from the instructor on October 29 at 4:30 p.m. in class. Answers to the questions must be given to the instructor on November 5 at 2:35 p.m. in class. Answers must be typewritten.

ACCOMMODATION

The following website provides information on academic accommodation for pregnancy obligation, religious obligation, disabilities, sexual violence, and student activities: https://students.carleton.ca/course-outline.

COURSE OUTLINE AND READINGS:


I. DETERMINANTS OF TRADE AND SPECIALIZATION

A. Ricardian (and Related) Theory


**B. Heckscher-Ohlin-Samuelson (and Related) Theory**


C. Empirical Verification of Ricardian and Heckscher-Ohlin-Samuelson Theories

Deardorff, A.V., "Testing Trade Theories and Predicting Trade Flows", in Jones and Kenen.


D. Some Other Explanations of Trade and Their Empirical Verification

Findlay, Trade and Specialization, Chapter 4, pp. 106-107.


**II. GAINS FROM TRADE AND COMMERCIAL POLICY**

**A. Trade Versus Autarchy**


**B. Departures from Free Trade**


*Bhagwati, J., "On the Equivalence of Tariffs and Quotas", in Baldwin et al.


C. Customs Unions and Multi-Country Trade Liberalization


III. INTERNATIONAL MOBILITY OF FACTORS


**IV. TRADE, GROWTH AND DEVELOPMENT**


Findlay, R., "Growth and Development in Trade Models", in Jones and Kenen.

*Findlay, *Factor Proportions, Trade, and Growth*, chapters 2 and 3.

