

International Economics I: Reading List

- I. Supply, Demand, and the Terms of Trade
- A. The two-good model
- R. Caves and R. Jones, World Trade and Payments, chs. 2,3 and pp.487-494.  
R. Mundell, "The Pure Theory of International Trade," AER 1960.
- B. Growth
- J. Bhagwati, Trade, Tariffs and Growth, chs. 12 and 13.  
H. G. Johnson, "Economic Development and International Trade," in Caves and Johnson, Readings in International Economics.
- C. Tariffs
- L. Metzler, "Tariffs, the Terms of Trade, and the Distribution of National Income," in Caves and Johnson.
- D. Three goods, three countries
- P. Krugman, "Oil Prices and the Terms of Trade"
- II. Modelling the Supply Side
- A. Ricardian models
- R. Dornbusch, S. Fischer, and P. Samuelson, "Comparative Advantage, Trade, and Payments in "A Ricardian Model with a Continuum of Goods," AER December 1977.  
P. Krugman, "A Model of Innovation, Technology Transfer, and the World Distribution of Income," JPE April 1979.
- B. Specific factors
- M. Mussa, "Tariffs and the Distribution of Income," JPE Nov/Dec. 1974  
J. P. Neary, "Short-Run Capital Specificity and the Pure Theory of International Trade," Econ. Journal, Sept. 1978
- C.  $2 \times 2 \times 2$
- R. Jones, "The Structure of Simple General Equilibrium Models," JPE December 1965.  
R. Mundell, "International Trade and Factor Mobility," AER June 1957  
M. Mussa, "The Two-Sector Model in Terms of its Dual," Journal of International Economics November 1979.

## D. Other simple models

P. Kenen, "Nature, Capital, and Trade," JPE October 1965.

R. Komiya, "Non-traded goods and the Pure Theory of International Trade," International Econ. Review, June 1967.

## E. Some multicommodity models

A. Deardorff, "The General Validity of the Law of Comparative Advantage," JPE October 1980

P. A. Samuelson, "An Exact Hume-Ricardo-Marshall Model of International Trade," Journal of International Economics February 1971.

## F. Trade and growth

M. A. M. Smith, "Capital Accumulation in the Open Two-Sector Economy," Econ. Journal June 1977.

P. Krugman, "Trade, Accumulation, and Uneven Development," Jour. Development Econ., forthcoming 1981.

## III. Welfare economics

G. Haberler, "Some Problems in the Pure Theory of International Trade," Econ. Journal, June 1950.

H. G. Johnson, "Optimal Trade Intervention in the Presence of Domestic Distortions," in J. Bhagwati, International Trade.

R. C. Lipsey, "The Theory of Customs Unions: A General Survey," Econ. Journal 1960.

P. A. Samuelson, "The Gains from International Trade Once Again," Econ. Journal, 1962.

## IV. Imperfect Competition and International Trade

## A. Monopoly and duopoly in partial equilibrium

J. Bhagwati, "On the Equivalence of Tariffs and Quotas," in Caves, Johnson, and Kenen, Trade, Growth, and the Balance of Payments.

J. Brander, "Intra-industry Trade in Identical Commodities," Journal of International Economics 1981.

\_\_\_\_\_ and B. Spencer, "Tariffs and the Extraction of Foreign Monopoly Rents," Canadian Journal of Economics, 1981.

Corden, W. M., "Economies of Scale and Customs Union Theory," JPE May/June 1972.

## B. Monopolistic competition and general equilibrium

E. Helpman, "International Trade in the Presence of Product Differentiation, Economies of Scale, and Monopolistic Competition," JIE 1981.

P. Krugman, "Increasing Returns, Monopolistic Competition, and International Trade," JIE November 1979.

\_\_\_\_\_ "Intraindustry Specialization and the gains from trade," JPE 1981.

## V. Protectionism in Theory and Practice

## A. Measuring protection

W. M. Corden, "The Structure of a Tariff System and the Effective Protective Rate," JPE 1966.

R. Dornbusch, "Tariffs and Nontraded Goods," JIE 1974.

R. Jones, "Income Distribution and Effective Protection in a Multicommodity Trade Model," Jour. Econ. Theory, February 1975.

## B. The Cost of Protection

W. M. Corden, "The Costs and Consequences of Protection," in P. Kenen, International Trade and Finance.

A. Krueger, "The Political Economy of the Rent-Seeking Society," AER June 1974.

## C. A Case Study: U.S. Oil Policy

K. Arrow and J. Kalt, "Regulating Energy Prices: the Case of Oil" Harvard Institute of Economic Research Working Paper #715.

P. Krugman, "Real Exchange Rate Adjustment and the Welfare Effects of Oil Price Decontrol."