



**Economics Special Paper III**  
**International Economics**  
**[Discipline Specific Course]**

**Semester: V**

**Credits: 4\***

**Subject Code: A52209**

**Lectures: 48**

**Course Outcomes:**

At the end of the course, the learner will be able to

- Understand the basic economic concepts related to International Trade and International Business along with their relevance in the globalised economic structures.
- Compare and evaluate the theories of International Trade.
- Hone their problem solving skills through application based learning of concepts like Terms of Trade.
- Critically examine Trade Policy and its implications.
- Discuss and analyze the role and effects of International Resource Transfers.

**Unit 1: International Economics-An Overview**

**12**

- International Economics- Meaning, Scope & Importance
  - Inter-regional and International Trade- distinction and similarities
  - Importance of International Trade
  - International Trade as an engine of Economic Growth
- Globalization and International Trade Flows
  - Globalization and International Business
  - Factors affecting Global Competitiveness in the context of International Trade

**Unit 2: Theories of International Trade**

**12**

- Theory of Absolute Cost Advantage
- Theory of Comparative Cost Advantage
- Heckscher-Ohlin Theory
- Intra-Industry Trade
- Product Life Cycle & Technological Gap Models of International Trade
- North-South Trade and the Global Environment

**Unit 3: Terms of Trade and Trade Policy**

**12**

Board of Studies	Name	Signature
Chairperson (HoD)	Dr. Manisha Pimpalkhare	



- Terms of Trade
  - Concept of Terms of Trade
  - Types and Measurement - Net Barter Terms of Trade, Gross Barter Terms of Trade, Income Terms of Trade,
  - Importance and Determinants of Terms of Trade
  - Causes of unfavorable Terms of Trade for developing countries
- Free Trade Policy –Meaning, case for and against Free Trade
- Protection Policy – Meaning, case for and against Protection Policy
- Tariffs and Quotas- Meaning and Types

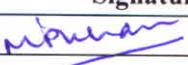
**Unit 4: International Resource Transfers**

**12**

- Foreign Capital Flows-Meaning and Types
- Role of MNCs, Problems of MNCs
- Foreign Aid-Tied and Untied Aid
- International Labor Migration
  - Meaning of International Labor Migration
  - Types of International Labor Migration
  - Reasons for International Labor Migration
- Brain Drain and Brain Gain

**#12 contact hours for Assignments, Visits, Research, Field Studies, etc.**

**\* Semester V and VI - DSE 3+1 = One credit is for Research Project/field visit/ or any other subject centric activities to be taken by the students in consultation with the concerned teacher.**

Board of Studies	Name	Signature
Chairperson (HoD)	Dr. Manisha Pimpalkhare	

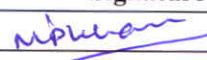


#### Recommended Basic Reading:

- Agarwal A. N. *Indian Economy-Problems of Development and Planning*;
- Cherunilam, F. *International Economics*, Tata McGraw Hill, N.Delhi; 2013
- Datt, G and Mahajan, A. Datt & Sundaram's *Indian Economy*; S. Chand & Co.Ltd. N.Delhi.2020
- Misra, S.K. & Puri, V. K. *Indian Economy*. Himalaya Publishing House: Mumbai;2019
- Mithani,D.M. *International Economics*;Himalaya Publishing House;Mumbai:2017
- Salvatore Dominick. *International Economics-Trade & Finance* :Wiley Student Edition;2014
- Salvatore Dominick. *International Economics* ; Schaum's Outline Series, Tata-Mc Graw Hill Publishing Co. Ltd, New Delhi:2020
- Sawyer W.C. & Sprinkle R.L. *International Economics*; Prentice-Hall of India Pvt. Ltd., N.Delhi:2009
- Shrivastava, O.S. *International Economics*. Kalyani Publishers.
- Sodersten Bo. *International Economics*. The MacMillan Press Ltd; London:1991.
- डॉ. शंकर मोडक (१९९९): आंतरराष्ट्रीय अर्थशास्त्र :विद्या प्रकाशन
- डॉ.जी.एन. झामरे (१९९९) आंतरराष्ट्रीय अर्थशास्त्र :पिंपळापुरे अँड कंपनी पब्लिशर्स
- प्रा. एन. एल. चव्हाण (२००५) आंतरराष्ट्रीय अर्थशास्त्र :प्रशांत पब्लिकेशन
- डॉ.निलेश दांगट आणि डॉ. स.वि.सोवनी(२०१५) आंतरराष्ट्रीय अर्थशास्त्र :सक्सेस पब्लिकेशन
- डॉ. राजेंद्र रसाळ (२०१६) आंतरराष्ट्रीय अर्थशास्त्र :सक्सेस पब्लिकेशन
- प्रा.दातीर, प्रा.चिंतामणी, प्रा.लोमटे (२०१६) आंतरराष्ट्रीय अर्थशास्त्र:निराली प्रकाशन

#### Recommended Reference Books:

- Ellsworth P. *International Economy*;Collier MacMillan International Edition.
- Hoekman, A. Mattoo, Philip English eds. *Development, Trade and the WTO*: Indian Ed; Published for the World Bank by Atlantic Publication New Delhi:2005
- Ingram James. *International Economics*, John Wiley and Sons, Inc.:1983
- Johnson H.G.(eds)-“*Trade Strategies for Rich and Poor Nations*”, George Allen and Unwin, latest ed.
- Kenen,Peter *The International Economy*, Cambridge University Press:2000
- Kindleberger C.P. *International Economics*; R.D. Irwin Homewood:1984
- Krugman P.R.and Obstfeld Maurice. *International Economics –Theory and Policy*, Addison Wesley Longman (Ind ) Delhi:
- Lindert Peter,H. *International Economics*, Richard Irwin Inc.:1987
- Meade James; *The Theory of International Economic Policy* Vol I &II, Oxford
- Soderston Bo ,Geoffery Reed –“*International Economics*”,3<sup>rd</sup> ed. Macmillan
- Van Marrewijk–“*International Trade and The World Economy*”, latest ed.

Board of Studies	Name	Signature
Chairperson (HoD)	Dr. Manisha Pimpalkhare	



#### Journals & Periodicals:

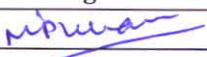
- Foreign Trade Review- Indian institute of Foreign Trade-relevant issues accessible from <https://journals.sagepub.com/home/ftr>
- Economic & Political Weekly-relevant issues accessible from <https://www.epw.in/>

#### Websites:

- <https://www.epw.in/>
- <https://journals.sagepub.com/home/ftr>
- <https://www.jstor.org/>

#### Reports:

- Global Competitiveness Reports: World Economic Forum relevant issues accessible from <https://www.weforum.org/reports/>
- World Development Report: World Bank relevant issues accessible from <https://www.worldbank.org/en/publication/wdr>
- World Economic Outlook: IMF relevant issues accessible from <https://www.imf.org/en/Publications/WEO>

Board of Studies	Name	Signature
Chairperson (HoD)	Dr. Manisha Pimpalkhare	



**Economics Special Paper III**  
**International Economics**  
**[Discipline Specific Course]**

Semester: VI

Credits: 4\*

Subject Code: A62209

Lectures: 48

**Course Outcomes:**

At the end of the course, the learner will be able to

- Understand the basic economic concepts related to Balance of Payments and their relevance in the Indian context
- Comprehend aspects of the foreign exchange market, analyze and compare the theories and systems of foreign exchange, evaluate India's foreign exchange rate policy
- Recognise, understand and critically examine the patterns of regional cooperation, alignments among nations and their implications
- Understand the global trade and monetary regulatory framework and analyse its relevance in the Indian context

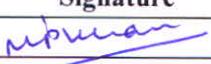
**Unit 1: Balance of Payments**

12

- Balance of Payments
  - Meaning and Composition
  - Balance of Trade
  - Current Account and Capital Account
  - Autonomous and Accommodating Transactions
  - Equilibrium and Disequilibrium in Balance of Payments
  - Causes of Disequilibrium in Balance of Payments
  - Types of Disequilibrium in Balance of Payments
  - Methods to correct the Disequilibrium in Balance of Payments
- India's Balance of Payments position since 1991

**Unit 2: Foreign Exchange**

12

Board of Studies	Name	Signature
Chairperson (HoD)	Dr. Manisha Pimpalkhare	



- Foreign Exchange
  - Meaning and Types of Foreign Exchange Rate
  - Meaning and Functions of Foreign Exchange Market
  - Demand for and Supply of Foreign Exchange
  - Factors influencing Foreign Exchange Rate
  - Theories of Foreign Exchange Rate Determination
- Purchasing Power Parity Theory of Foreign Exchange Rate
- Balance of Payments Theory of Foreign Exchange Rate
- Fixed Exchange Rate System
  - Meaning
  - Advantages and Disadvantages
- Flexible Exchange Rate System
  - Meaning
  - Advantages and Disadvantages
- India's Foreign Exchange Rate Policy
- Convertibility of Indian Rupee

### Unit 3: Regional Cooperation and Emerging Economies

12

- Regional Cooperation
  - Meaning of Regional Cooperation
  - Forms of Regional Cooperation
  - Benefits of Regional Cooperation
  - Problems of Regional Cooperation
- European Union [EU]
  - Emergence of European Union
  - Euro as a common currency
  - Current status of EU as an Economic Union
- SAARC
  - Principles and Objectives
  - Prospects for cooperation in future
  - India and SAARC
- ASEAN
- Emerging Economies
  - BRICS, BRICK and BRIMC
  - BRICS Bank

Board of Studies	Name	Signature
Chairperson (HoD)	Dr. Manisha Pimpalkhare	



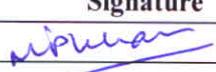
**Unit 4: Trade and Monetary Framework governing Global Trade**

**12**

- GATT
  - Objectives and Functions of GATT
- WTO
  - Objectives and Functions of WTO
  - Agreements under WTO
- Agreement on Agriculture
- TRIPs
- TRIMs
- GATS
- WTO and India
- IMF
  - Objectives and Functions of IMF
  - Criticism of the working of IMF
  - IMF & India
- World Bank
  - Objectives and Functions of World Bank
  - Criticism of the working of the World Bank
  - World Bank & India

**#12 contact hours for Assignments, Visits, Research, Field Studies, etc.**

**\* Semester V and VI - DSE 3+1 = One credit is for Research Project/field visit/ or any other subject centric activities to be taken by the students in consultation with the concerned teacher.**

Board of Studies	Name	Signature
Chairperson (HoD)	Dr. Manisha Pimpalkhare	



#### Recommended Basic Reading:

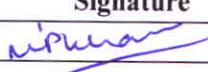
- Agarwal A. N. *Indian Economy-Problems of Development and Planning*;
- Cherunilam, F. *International Economics*, Tata McGraw Hill, N.Delhi; 2013
- Datt, G and Mahajan, A. Datt & Sundaram's *Indian Economy*; S. Chand & Co.Ltd. N.Delhi.2020
- Misra, S.K. & Puri, V. K. *Indian Economy*. Himalaya Publishing House: Mumbai;2019
- Mithani,D.M. *International Economics*;Himalaya Publishing House;Mumbai:2017
- Salvatore Dominic *International Economics-Trade & Finance* :Wiley Student Edition;2014
- Salvatore Dominick. *International Economics* ; Schaum's Outline Series, Tata-Mc Graw Hill Publishing Co. Ltd, New Delhi:2020
- Sawyer W.C. & Sprinkle R.L. *International Economics*; Prentice-Hall of India Pvt. Ltd., N. Delhi:2009
- Shrivastava, O.S. *International Economics*. Kalyani Publishers.
- Sodersten Bo. *International Economics*. The MacMillan Press Ltd; London:1991.
- डॉ. शंकर मोडक (१९९९): आंतरराष्ट्रीय अर्थशास्त्र : विद्या प्रकाशन
- डॉ.जी.एन. झामरे (१९९९) आंतरराष्ट्रीय अर्थशास्त्र : पिंपळापुरे अँड कंपनी पब्लिशर्स
- प्रा. एन. एल. चहाण (२००५) आंतरराष्ट्रीय अर्थशास्त्र : प्रशांत पब्लिकेशन
- डॉ.निलेश दांगट आणि डॉ. स.वि.सोवनी(२०१५) आंतरराष्ट्रीय अर्थशास्त्र : सक्सेस पब्लिकेशन
- डॉ. राजेंद्र रसाळ (२०१६) आंतरराष्ट्रीय अर्थशास्त्र : सक्सेस पब्लिकेशन
- प्रा.दातीर, प्रा.चिंतामणी, प्रा.लोमटे (२०१६) आंतरराष्ट्रीय अर्थशास्त्र:निराली प्रकाशन

#### Recommended Reference Books:

- Ellsworth P. *International Economy*;Collier MacMillan International Edition.
- Hoekman, A. Mattoo, Philip English eds. *Development, Trade and the WTO*: Indian Ed; Published for the World Bank by Atlantic Publication New Delhi:2005
- Ingram James. *International Economics*, John Wiley and Sons, Inc.:1983
- Johnson H.G.(eds)-“*Trade Strategies for Rich and Poor Nations*”, George Allen and Unwin, latest ed.
- Kenen,Peter *The International Economy*, Cambridge University Press:2000
- Kindleberger C.P. *International Economics*; R.D. Irwin Homewood:1984
- Krugman P.R.and Obstfeld Maurice. *International Economics –Theory and Policy*, Addison Wesley Longman (Ind ) Delhi:
- Lindert Peter,H. *International Economics*, Richard Irwin Inc.:1987
- Meade James; *The Theory of International Economic Policy* Vol I &II, Oxford
- Soderston Bo, Geoffery Reed –“*International Economics*”,3<sup>rd</sup> ed. Macmillan
- Van Marrewijk–*International Trade and The World Economy*, latest ed.

#### Journals & Periodicals:

- Foreign Trade Review- Indian institute of Foreign Trade-relevant issues accessible from <https://journals.sagepub.com/home/ftr>
- Economic & Political Weekly-relevant issues accessible from <https://www.epw.in/>

Board of Studies	Name	Signature
Chairperson (HoD)	Dr. Manisha Pimpalkhare	



**Websites:**

- <https://www.asean.org>
- <https://www.epw.in/>
- <https://www.europa.eu>
- <https://imf.org>
- <http://infobrics.org/>
- <https://www.jstor.org/>
- <https://www.saarc.org>
- <https://journals.sagepub.com/home/ftr>
- <https://www.worldbank.org>

**Reports and Bulletins:**

- Global Competitiveness Reports: World Economic Forum relevant issues accessible from <https://www.weforum.org/reports/>
- World Development Report: World Bank relevant issues accessible from <https://www.worldbank.org/en/publication/wdr>
- World Economic Outlook: IMF relevant issues accessible from <https://www.imf.org/en/Publications/WEO>

Board of Studies	Name	Signature
Chairperson (HoD)	Dr. Manisha Pimpalkhare	<i>manisha</i> 12/8/21
Faculty	Dr. Shalini Iyer	<i>Shalini</i> 12/8/21
Faculty	Dr. Meenal Suman	<i>Meenal</i> 12/8/21
Subject Expert (Outside SPPU)	Dr. Subhash Patil	<i>Subhash</i> 12/8/21
Subject Expert (Outside SPPU)	Dr. Manjushree Bobade	<i>Manjushree</i> 12/8/21
VC Nominee	Dr. Saili Belsare	<i>Saili</i> 12/8/21
Industry Expert	Dr Girija Lagad	<i>Girija</i> 12/8/21
Alumni	Ms. Suchismita Mohanty	<i>Suchismita</i> 12/8/21

Board of Studies	Name	Signature
Chairperson (HoD)	Dr. Manisha Pimpalkhare	<i>manisha</i>