

PS 553: International Economic Relations

Winter 2011, MoWe 11:30-1:18 MacQuigg Lab-0160

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Office Hours: Mondays at 2:30-4:30 in 2068 Derby Hall.

Many important facets of our daily lives are influenced by the global economy (trade, currency trading, capital flows). This course examines the manner in which the global economy is deeply intertwined with politics as governments seek both to shape it and respond effectively to the constraints and opportunities it provides. We will explore the recent history of the world economy and contemporary issues such as the causes and effects of globalization and the role of international institutions (GATT, WTO, IMF, WB) in the world economy.

Attendance is mandatory.

Required Texts:

I have assigned two books for the class, neither of which I have ordered in local bookstores. You will have to procure them yourself.

Thomas Oatley. 2010. *International Political Economy, Fourth Edition*. Longman/Pearson. ISBN 0-205-72377-2

Thomas Oatley. 2010. *Debates in International Political Economy*. Longman/Pearson. ISBN 0-205-74691-8

Course requirements and grading standards: Grades will be based on class attendance and participation (20% of the grade), one in-class *midterm* (35%) and an in-class *final* (45%).

Academic Misconduct

It is the responsibility of the Committee on Academic Misconduct to investigate or establish procedures for the investigation of all reported cases of student academic misconduct. The term "academic misconduct" includes all forms of student academic misconduct wherever committed; illustrated by, but not limited to, cases of plagiarism and dishonest practices in connection with examinations. Instructors shall report all instances of alleged academic misconduct to the committee (Faculty Rule 3335-5-487). For additional information, see the Code of Student Conduct (http://studentaffairs.osu.edu/resource_csc.asp).

Disability Services

Students with disabilities that have been certified by the Office for Disability Services will be appropriately accommodated, and should inform the instructor as soon as possible of their needs. The Office for Disability Services is located in 150 Pomerene Hall, 1760 Neil Avenue; telephone 292-3307, TDD 292-0901; <http://www.ods.ohio-state.edu/>.

Jan. 3. Presentation

Jan. 5. Domestic Politics of Trade: Basics

Oatley, *IPE*, ch. 3-4

Oatley, *Debates*, ch. 1

Jan. 10. Industrial Policy and Trade Adjustment Assistance

Oatley, *IPE*, ch. 5

Oatley, *Debates*, ch. 2

Jan. 12. Import Substitution, Export-Led Growth, and Structural Adjustment

Oatley, *IPE*, ch. 6-7

Jan. 19. The World Trading Institutions

Oatley, *IPE*, ch. 2

Oatley, *Debates*, ch. 3-4

Jan. 24. FDI and MNCs

Oatley, *IPE*, ch. 8-9

Oatley, *Debates*, ch. 6-8

Jan. 26. New Issues Related to Trade

Oatley, *IPE*, ch. 16

Oatley, *Debates*, ch. 5, 14-15

Jan. 31. Economic Sanctions

Rose, Euclid A. 2005. "From a punitive to a bargaining model of sanctions: Lessons from Iraq." *International Studies Quarterly* 49: 459-79.

Feb. 2. Aid to Development

Oatley, *Debates*, ch. 12

Feb 7. Review

Feb 9. Midterm

Feb 14. Currency Basics

Oatley, *IPE*, ch. 10-11

Feb. 16. The Keynesian Era

Oatley, *IPE*, ch. 12

Feb. 21. Monetarism and Financial Globalization

Oatley, *IPE*, ch. 13

Feb. 23. Debt Crises: Latin America, Asia, Europe

Oatley, *IPE*, ch. 14-15

Oatley, *Debates*, ch. 13

Feb. 28. The Rise and Demise of Financial Markets Part I

Verdier, Daniel. 2000. "The Rise and Fall of State Banking in OECD Countries." *Comparative Political Studies* 33, 3:283-318.

March 2. The 2008 The Rise and Demise of Financial Markets Part 2

Coval, Joshua D., Jakub Jurek, Erik Stafford. 2008. *The Economics of Structured Finance*. Working Paper 09-060. Harvard Business School.

March 7. Financial Regulatory Reform

Oatley, *Debates*, ch. 10, 16

Johnson, Simon. 2009. "The Quiet Coup." *The Atlantic Magazine*, May 2009, Distributed by Tribune Media Services.

March 9. Review