

INTERNATIONAL POLITICAL ECONOMY, POLS 30260.01

Fall 2011

Class time: Mondays and Wednesdays, 1:30-2:45,

Office Hours: Office Hours: Mondays and Wednesdays, 11.00 AM -12.00 PM, Tuesdays, 2.00-3.00 PM, and by appointment

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8/24/10

OBJECTIVE

The objective of the course is to provide an introduction to international political economy. It will examine the interaction of economic and political factors in the study of international issues and relations. It will first provide a brief discussion of alternative approaches to IPR, and then use these approaches to examine substantive issues in IPE. The course will focus on key concepts and analytical approaches in IPE, and relate them to real world events and issues.

PREREQUISITES

It is useful, but not necessary, for students to have some background in economic principles and international relations.

REQUIREMENTS

Students will be required to take a midterm (worth 30 points) and a final (worth 40 points) and write a short term paper (no more than fifteen pages in length) on a topic to be approved by instructor (worth 30 points).

TEXTBOOKS

The main textbooks for the course are:

Oatley, Thomas, *International Political Economy*, 5th edition, Pearson-Longman, 2012.

Frieden, Jeffrey A., David A. Lake, J. Lawrence Broz, *International Political Economy. Perspectives on global power and wealth*, 5th edition, Norton, 2010.

Also recommended:

Chang, Ha-Joon, *The Bad Samaritans*, Bloomsbury Press, 2008.

Bhagwati, Jagdish, *In Defense of Globalization*, with a new afterword, Oxford University Press, 2007.

CLASS SCHEDULE

August	24	PE and IPE	
	29	Approaches to IPE	
	31	Approaches to IPE	
September	5	IT and the economy	
	7	IT and the economy	
	12	IT, policy and politics	
	14	IT, policy and politics	
	19	World trading system	
	21	World trading system	
	26	IT and development	
	28	BOP, exchange rates and economy	
October	3	BOP, exchange rates and economy	
	5	Politics of monetary policy and exch rates	
	10	Politics of monetary policy and exch rates	
	12	<i>Midterm exam</i>	
	17	Midsemester break	
	19	Midsemester break	
	24	International monetary system	
	26	International monetary system	
	31	Foreign direct investment	
November	2	Foreign direct investment	
	7	International capital flows and debt	
	9	International capital flows and financial crises	
	14	International capital flows and financial crises	
	16	Foreign aid	Paper due
	21	International migration	
	23	Thanksgiving break	
	28	Technology transfers	
	30	Global environment	
December	5	Globalization	
	7	Globalization	
		<i>Final</i>	

SYLLABUS AND READING LIST

PART I: POLITICAL ECONOMY AND INTERNATIONAL POLITICAL ECONOMY

1. Political Economy and International Political Economy

Oatley, Thomas (2012). *International Political Economy*, 5th edition, Pearson-Longman, Chapter 1.

2. Approaches to International Political Economy

Gilpin, Robert (2001). "New global economic order", *Global political economy*, Princeton University Press, chapter 1.

Cohen, Benjamin (2007). "The transatlantic divide: Why are American and British IPE so different?" *Review of International Political Economy*, 14(2), May, 197-219.

Strange, Susan (1988). *States and markets. An introduction to international political economy*, New York: Blackwell, Part I, chapters 1 and 2.

Conybeare, John (2007). "Efficiency, entitlements and deservingness: perspectives on international distributive justice", *Review of International Political Economy*, 14(3), August, 389-411.

PART II: INTERNATIONAL TRADE

3. International trade and the economy

Oatley, Thomas (2012). *International Political Economy*, 5th edition, Pearson-Longman, Chapter 3

Notes to be distributed.

4. International trade, trade policy and politics

Oatley, Thomas (2012). *International Political Economy*, 5th edition, Pearson-Longman, Chapters 4 and 5.

Kranser, Stephen D. (2010). "State power and the structure of international trade", in Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.

Eichengreen, Barry (2010). "The political economy of the Smoot-Hawley tariff", Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.

5. The world trading system and the World Trade Organization

Oatley, Thomas (2012). *International Political Economy*, 5th edition, Pearson-Longman, Chapter 2.

Deardorff, Alan and Stern, Robert M. (2010). “What you should know about globalization and the World Trade Organization”, in Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.

6. International trade and development

Oatley, Thomas (2012). *International Political Economy*, 5th edition, Pearson-Longman, Chapters 6 and 7.

Singer, Hans (1950). “The Distribution of Gains between Investing and Borrowing Countries”. *American Economic Review*, Papers and Proceedings, Vol. 4 No. 2, May, 473-85.

Chang, Ha-Joon (2008). *The Bad Samaritans*, Chaps. 2 and 3.

Dutt Amitava Krishna (2006). “Globalization, trade liberalization and conflict: a Southern perspective’, in B. N. Ghosh, ed., *Globalisation and the Third World: A Study of Negative Consequences*, Houndmills, UK and New York: Macmillan / Palgrave, pp. 233-50.

PART III: INTERNATIONAL MONEY AND PAYMENTS

7. Balance of payments, exchange rates and the economy

Notes to be distributed

8. Politics of monetary policy and exchange rates

Oatley, Thomas (2012). *International Political Economy*, 5th edition, Pearson-Longman, Chapters 12 and 13.

Frieden, Jeffrey A. (2010)/ “Globalization and exchange rate policy”, in Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.

Cohen, Benjamin (2010). “The triad and the unholy trinity: problems of international monetary cooperation”, in Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.

9. International monetary system and the International Monetary Fund

Oatley, Thomas (2012). *International Political Economy*, 5th edition, Pearson-Longman, Chapters 10 and 11.

Eichengreen, Barry (2010). “Hegemonic stability theories of the international monetary system” in Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.

PART IV: INTERNATIONAL CAPITAL FLOWS

10. Foreign direct investment and transnational corporations

Oatley, Thomas (2012). *International Political Economy*, 5th edition, Pearson-Longman, Chapters 8 and 9.

Frieden, Jeffrey A. (2010). “International investment and colonial control: A new interpretation” in Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.

Tarzi, Shah M. (2010). “Third world governments and multinational corporations: Dynamics of the host’s bargaining power”, in Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.

11. International capital flows and the foreign debt

Oatley, Thomas (2012). *International Political Economy*, 5th edition, Pearson-Longman, Chapter 14 and Chapter 15, pp. 238-44.

12. International capital movements and financial crises

Oatley, Thomas (2012). *International Political Economy*, 5th edition, Pearson-Longman, Chapter 15.

Stiglitz, Joseph (2002). *Globalization and its discontents*, New York: W W Norton, chapter 3, p. 67-73, chapter 4.

Bhagwati, Jagdish (2004). *In defense of globalization*, Oxford and New York: Oxford University Press, 2004, chapters 12, 13, 14.

Schumkler, Sergio L. (2010)/ “Financial globalization: gain and pain for developing countries”, in Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.

Dutt, Amitava Krishna (2006). “The flawed logic of capital account liberalization”, *Economic and Political Weekly* (India), May 13-19, vol. 41, No. 19, 1850-53.

Johnson, Simon (2010). “The quiet coup”, in Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.

Stiglitz, Joseph (2009). “Anatomy of a murder: Who killed America’s economy?” *Critical Review*, 21, Feb-March, 329-39.

13. Foreign aid

Radelet, Steven (2008). “Foreign aid”, in A. K. Dutt and J. Ros, *International Handbook of Development Economics, Vol. 2*, Edward Elgar.

Easterly, William (2002). “Cartel of good intentions”, *Foreign Policy*

PART V: OTHER ISSUES IN INTERNATIONAL POLITICAL ECONOMY

14. International Migration

Rivera-Batiz, Francisco (2008). “International migration and the brain drain”, in A. K. Dutt and J. Ros, *International Handbook of Development Economics, Vol. 2*, Edward Elgar.

Moses, Jonathan (2007). “Exit, voice and sovereignty: Migration, states and globalization”, *Review of International Political Economy*, 12(1), 53-77.

15. Technology transfers and intellectual property rights

Chang, Ha-Joon (2008). *The Bad Samaritans*, Chap. 6.

Chang, Ha-Joon (2003). *Globalisation, economic development and the role of the state*, London and New York: Zed Books and Third World Network, chapter 8.

May, Christopher (2010). *The global political economy of intellectual property rights*, London: Routledge, especially chapters 1 and 3.

16. The global environment

Frankel, Jeffrey A. (2010). “Globalization and the environment” in Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.

Roberts, J. Timmons and Bradley C. Parks (2007). *A climate of injustice, Global inequality, North-South politics and climate policy*, Cambridge, MIT Press, esp. chapters 1 and 5.

17. Globalization

Oatley, Thomas (2012). *International Political Economy*, 5th edition, Pearson-Longman, Chapter 16

Rodrik, Dani (2010). “How to save globalization from its cheerleaders”, in Frieden, Jeffrey A., David A. Lake and J. Lawrence Broz, eds., *International Political Economy*, New York: Norton.