

Vocational School of Social Sciences / Foreign Trade

2024 - 2025 Academic Year

INTERNATIONAL TRADE THEORY and POLICY

Syllabus

Course Description					
Name	Code	Semester	T+A Hour	Credit	ECTS
INTERNATIONAL TRADE THEORY and POLICY	D5T2232790	Spring Semester	2+0	2	4
Prerequisites Courses					
Recommended Elective Courses					
Language of Instruction	Turkish				
Course Level	Short Cycle (Associate's Degree)				
Course Type	Elective				
Course Coordinator	Assist.Prof. Masoud SHEIKHI				
Name of Lecturer(s)	Assist.Prof. Masoud SHEIKHI				
Assistant(s)					
Aim	International Trade Analysis is divided into two sub-groups: International Trade Theory and International Trade Policy. Goods flows have always been the oldest and most important in international economic relations. However, the dimensions reached by technology and the rapid increases in world service trade have led to more attention to service sector in the recent years				
Course Content	This course contains; Globalization, international trade and international mobility of production factors, Mercantalism and absolute advantage, Comparative advantage, Standard theory, Demand and supply models and offer curves, Heckscher-Ohlin Theory, Economies of scale, imperfect competition, transport costs and international trade, Technological differences, environmental standards and international trade, Growth of factors of production and technical progress, Growth and international trade, Tariffs, Nontariff trade barriers, Stages of economic integration, Stages of economic integration - examples.				
Course Learning Outcomes			Teaching Methods	Assessment Methods	
1. Will be able to explain the definition, composition and gains of international trade.			10, 16, 9	A, E	
1.1. Explain the terms of trade.					
1.2. Explain the effects of foreign trade on economic development.					
2. Will be able to define the development process of international trade.			10, 16, 9	A	
2.1. Define changes in the economic system.					
2.2. Explain the reasons of globalization process and international trade.					
2.3. Explain the aims and instruments of international trade policy.					
3. Will be able to define theories of international trade.			10, 16, 9	A, E	
3.1. Define the traditional theories of international trade.					
3.2. Define modern theories of international trade.					
4. Will be able to describe international trade policy choices.			10, 16, 9	A, E	
4.1. Explain the purposes of international trade policy.					
4.2. Define international trade policy instruments.					
5. Will be able to define free foreign trade policy arguments and protectionist foreign trade arguments.			10, 16, 9	A, E	
5.1. Define the increase in economic efficiency.					
5.2. Define increase in dynamic gains.					
5.3. Explain the reasons that push governments towards protectionist foreign trade.					
Teaching Methods	10: Discussion Method, 16: Question - Answer Technique, 9: Lecture Method				
Assessment Methods	A: Traditional Written Exam, E: Homework				
Lecture Schedule					
Sequence	Topics	Preliminary Preparation			
1	Globalization, international trade and international mobility of production factors				
2	Mercantalism and absolute advantage				
3	Comparative advantage				
4	Standard theory				
5	Demand and supply models and offer curves				
6	Heckscher-Ohlin Theory				
7	Economies of scale, imperfect competition, transport costs and international trade				
8	Technological differences, environmental standards and international trade				
9	Growth of factors of production and technical progress				
10	Growth and international trade				
11	Tariffs				
12	Nontariff trade barriers				
13	Stages of economic integration				
14	Stages of economic integration - examples				
Evaluation Methods			Weight(%)		
(Midterm Exam) Homework			50		
Midterm Exam			40		
General Exam			60		

Resources
Halil Seyidoglu, International Economics 22nd edition, Sept. 2020