

Identification	Subject	ECON 390: World Economy- 3KU/6ECTS	
	Program	Undergraduate	
	Department	Economics and Management	
	Term	Fall, 2022	
	Instructor	Kamala Babayeva, kamala.babayeva@khazar.org	
	Classroom/hours	Monday-Friday	
	Office hours		
Prerequisites	ECON 202 Principles of Macroeconomics		
Language	English		
Compulsory/Elective	Compulsory		
Textbooks and course materials	TEXTBOOKS An Introduction to international economics: New Perspectives on the World Economy by Kenneth A. Reinert, 2020		
	SUPPLEMENTARY MATERIAL International Economics: Theory and Policy by Paul R. Krugman, Maurice Obstfeld, and Marc J. Melitz, 11 <sup>th</sup> edition, 2018		
Teaching methods	End quizzes		X
	Group discussion		X
	Lecture		X
	Course presentation		X
Evaluation Criteria	Methods	Date/deadlines	Percentage (%)
	Midterm Exam		30
	Attendance		5
	Activity		5
	Quizzes		10 (2 quizzes)
	Project/ Presentation		10
	Final Exam		40
	Total		100
Course outline	The course will cover basic trade theories such as of international specialization (comparative and absolute advantage) and exchange rates and purchasing power parity, economy with growth and development, etc. We will see the relevant problems in developing countries mainly in terms of economy with growth and development and their economic relations with rest of the world.		
Course objectives	The objective of the course is to maintain skills necessary to comprehend some issues about how economy works in the world. These issues are about world models and specialization factor of final goods and services and factors of production within a country. The course will show how monetary flow and migration of labor works between countries.		
Learning outcomes	After the course students will develop the skills <ul style="list-style-type: none"><li>- to understand the role of international organizations over world economy;</li><li>- to apply basic international models;</li><li>- to analyze international production and trade policies;</li></ul> to develop knowledge about microeconomics and macroeconomics.		
Policy	There will be 2 <b>quizzes</b> (each weigh 50%, together 10% of the total points) in the form of multiple questions. Students as an individual or a team (depends on the number of students in the class) should deliver a <b>presentation</b> of 7-10 mins that will be considered as assignment of 10%. It will be a presentation discussing the application of one model to a country of preference. <b>Attendance and participation:</b> The students are required to attend all classes as part of their studies and those having legitimate reasons for absence (illness, family bereavement etc.) are required to inform the instructor. <b>Cheating/plagiarism</b> Cheating or other plagiarism during the Quizzes, Mid-term and Final Examination will lead to paper cancellation. In this case, the student will automatically get zero (0), without any considerations.		
Schedule			
Week	Date	Topics	Textbook/Assignments
1		Window on the World Economy	Chapter 1 (K. Reinert)
2		Absolute Advantage and Comparative Advantage	Chapter 2, 3
3		Basic Models of [International] Trade	Chapter 3, 4 Paul R. Krugman, Maurice Obstfeld, and Marc J.

			Melitz
4		Intra-Industry trade; Political Economy of trade	Chapters 4 and 5
5		Trade Policy Analysis <b><u>Quiz 1</u></b>	Chapter 6
6		The World Trade Organization	Chapter 7
7		Foreign Market Entry and International Production	Chapter 9
8		<b><u>MIDTERM EXAM</u></b>	
9		Migration	Chapter 12
10		Accounting Framework	Chapter 13
11		Exchange Rates and Purchasing Power Parity	Chapter 14
12		The International Monetary Fund and The World Bank <b><u>Quiz 2</u></b>	Chapter 17 and 23
13		Growth and development - I	Chapter 20 and 21
14		Growth and development - II	Chapter 24
15		Presentation session	
16		<b><u>FINAL EXAM</u></b>	



