

1. Course Outline and Reading list

Understanding the reading list:

- **: Complementary reading to lecture slides.
- ♣: Papers to read for tutorials.

The main text used in the course is available in the catalogue of the library and it is the following:
Feenstra, R. C. (2016). *Advanced International Trade: Theory and Evidence*. Princeton university press (Henceforth Feenstra)

1. The classics (week 1: 25/04).

**Feenstra ch. 1,2,3

♣ Costinot, A. and Donaldson, D. (2012). Ricardo's Theory of Comparative Advantage: Old Idea, New Evidence. *American Economic Review*, 102(3):453–58

♣ Ossa, R. (2014). Trade Wars and Trade Talks with Data. *American Economic Review*, 104(12):4104–4146

2. Trade in Intermediates, Offshoring and Wages (week 2: 02/05)

**Feenstra ch. 4

♣ Hummels, D., Jørgensen, R., Munch, J., and Xiang, C. (2014). The Wage Effects of Offshoring: Evidence from Danish Matched Worker-Firm Data. *American Economic Review*, 104(6):1597–1629

♣ Pavcnik, N. (2017). The Impact of Trade on Inequality in Developing Countries. *NBER Working Paper*

3. Geography of Trade (week 3: 09/05)

**Feenstra ch. 5, 6

** Head, K. and Mayer, T. (2014). Gravity Equations: Workhorse, Toolkit, and Cookbook. In *Handbook of international economics*, volume 4, pages 131–195. Elsevier

♣ Fuchs, A. and Klann, N.-H. (2013). Paying a visit: The Dalai Lama Effect on International Trade. *Journal of International Economics*, 91(1):164–177

♣ Fajgelbaum, P. and Khandelwal, A. (2021). The Economic Impacts of the Us-China Trade War. *NBER Working Paper*

4. Heterogeneous firms (week 4: 16/05)

** Melitz, M. J. and Redding, S. J. (2014). Heterogeneous Firms and Trade. In *Handbook of international economics*, volume 4, pages 1–54. Elsevier

♣ Melitz, M. J. and Polanec, S. (2015). Dynamic Olley-Pakes Productivity Decomposition with Entry and Exit. *The Rand Journal of Economics*, 46(2):362–375

♣ Jensen, R. and Miller, N. H. (2018). Market Integration, Demand, and the Growth of Firms: Evidence from a Natural Experiment in India. *American Economic Review*, 108(12):3583–3625

5. Multinational firms (weeks 5: 23/05)

**Feenstra ch.11

♣ Alfaro-Urena, A., Manelici, I., and Vasquez, J. P. (2022). The Effects of Joining Multinational Supply Chains: New Evidence from Firm-to-Firm Linkages. *Quarterly Journal of Economics*, 137(3):1–58

♣ Munch, J. and Schaur, G. (2018). The Effect of Export Promotion on Firm-Level Performance. *American Economic Journal: Economic Policy*, 10(1):357–87

6. Trade, technology and growth (week 6: 30/05)

**Melitz, M. J. and Redding, S. J. (2021). Trade and Innovation. *NBER Working Paper*

♣ Yang, M.-J., Li, N., and Lorenz, K. (2021). The Impact of Emerging Market Competition on Innovation and Business Strategy: Evidence from Canada. *Journal of Economic Behavior & Organization*, 181:117–134

♣ Martin, P., Mayer, T., and Thoenig, M. (2008). Make Trade not War? *The Review of Economic Studies*, 75(3):865–900