

## International Political Economy

All readings on this list are required and are contained in the following books, which are available for purchase at the Coop:

Jeffrey Frieden and David Lake, Editors, *International Political Economy: Perspectives on Global Power and Wealth* Fourth edition (New York: St. Martin's Press, 2000).

Thomas Oatley, *International Political Economy: Interests and Institutions in the Global Economy* third edition (New York: Pearson Longman, 2008)

The required texts are also on reserve at Lamont Library. The following books may be useful, and are available at the Coop:

Graham Bannock, R.E. Baxter, and Evan Davis, *The Penguin Dictionary of Economics* seventh edition (New York: Penguin, 2003)

Randy Charles Epping, *A Beginner's Guide to the World Economy* third edition (New York: Vintage, 2001)

**Please note:** Given the nature of the course and of the examinations, you are *strongly urged* to do all reading in advance, as assigned on the reading list. Failure to do so will impede your ability to profit from the lectures, and to perform well in section participation and on the examinations. Notice that the quantity of readings varies from topic to topic. You are strongly urged to read ahead when the reading load is lighter.

Requirements for the course are as follows:

**Two take-home essays.** These are papers of 2500-3000 words (seven to ten pages) each, in which you are asked to discuss issues raised by lectures and readings. They are due at the start of class five days after paper topics are assigned. The first topic is handed out October 31, and the paper is due November 5. The second topic is handed out December 5, and the paper is due December 10. For both assignments you are asked to answer one of two questions. Each essay counts for 25 percent of your final grade.

**An in-class midterm examination,** on November 14. This asks asks you to identify and discuss the significance of important events, processes, and concepts contained in the course. The midterm exam counts as 15 percent of the final grade.

**A three-hour final examination.** This has two parts, each of which counts for one-half of the final exam grade. The first part is made up of identification and discussion questions as on the midterm. The second part consists of an essay question, similar to the take-home examination questions. You are asked to answer one of two questions. The final examination counts for 25 percent of your final course grade.

**Section attendance and participation.** Section attendance is strongly recommended. In section you have an opportunity to ask clarifying questions regarding specific readings, lectures, and concepts. Section includes critical discussion of the readings, and a review of potential IDs. Section attendance and participation counts for 10 percent of your final grade. Sections start meeting after shopping period, for an hour and a half weekly thereafter. Optional review sections are held prior to the final.

Professor Frieden's coordinates:

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## Course Outline and Reading Assignments

### September 17                      Introduction: Markets and Politics

Oatley, chapter 1

Frieden and Lake, pp. 1-16:

Frieden and Lake, "Introduction: International Politics and International Economics," pp. 1-16

### September 19 and 24        The Rise of the Modern World Economy, 1500-1914

Frieden and Lake, pp. 69-108 and 199-244:

Frieden and Lake, "Historical Perspectives," pp. 69-71.

Charles Kindleberger, "The Rise of Free Trade in Western Europe," pp. 73-89

Peter Gourevitch, "International Trade, Domestic Coalitions, and Liberty: Comparative Responses to the Crisis of 1873-1896," pp. 90-108

Lawrence Broz, "The Domestic Politics of International Monetary Order: The Gold Standard," 199-219

Barry Eichengreen, "Hegemonic Stability Theories of the International Monetary System," pp. 220-244

### September 26, October 1, 3, and 10                      Perspectives on the International Political Economy

Frieden and Lake, pp. 17-68:

Frieden and Lake, "Contending Perspectives," p. 17

Stephen Krasner, "State Power and the Structure of International Trade," pp. 19-36

Barry Eichengreen, "The Political Economy of the Smoot-Hawley Tariff," pp. 37-46

Douglass North, "Institutions and Economic Growth: A Historical Introduction," pp. 47-59

Susan Strange, "States, Firms, and Diplomacy," pp. 60-68

Stanley Engerman and Kenneth Sokoloff, "History Lessons: Institutions, Factor Endowments, and Paths of Development in the New World," *Journal of Economic Perspectives*. Vol. 14 No.3 (2000), 217-232.





**November 26 and 28      Multinational Corporations and the Internationalization  
of Production**

Oatley, chapters 8 and 9

Frieden and Lake, pp. 141-192:

Frieden and Lake, "Production," pp. 141-144

Richard Caves, "The Multinational Enterprise as an Economic Organization," pp. 145-155.

Shah Tarzi, "Third World Governments and Multinational Corporations: Dynamics of Host Bargaining Power," pp. 156-166

David Fieldhouse, "'A New Imperial System'? The Role of the Multinational Corporations Reconsidered," pp. 167-179

Jeffrey Hart and Aseem Prakash, "Strategic Trade and Investment Policies: Implications for the Study of International Political Economy," 180-192.

John Tuman and Craig Emmert, "The Political Economy of U.S. Foreign Direct Investment in Latin America: A Reappraisal," *Latin American Research Review* 39, No. 3 (October 2004), pages 9-28.

**December 3 and 5 Problems of Development**

Frieden and Lake, pp. 377-404:

Frieden and Lake, "Economies in Development and Transition," 377-381

Joseph E. Stiglitz and Lyn Squire, "International Development: Is it Possible?" pp. 383-391

Robin Broad, John Cavanagh, and Walden Bellow, "Development: The Market is Not Enough," pp. 392-404

***SECOND PAPER TOPICS DISTRIBUTED AT END OF CLASS DECEMBER 5,  
DUE AT START OF CLASS DECEMBER 10***

**December 10 and 12                      Globalization and Current Problems in  
International Political Economy**

Oatley, chapter 16

Frieden and Lake, pp. 405-416 and 431-470:

Jeffrey A. Williamson, "Globalization and Inequality, Past and Present," pp. 405-416.

Frieden and Lake, "Current Problems in International Political Economy," 431-432

Alison Butler, "Environmental Protection and Free Trade: Are They Mutually Exclusive?" pp. 433-445

Philip G. Cerny, "Globalization and the Changing Logic of Collective Action," pp. 446-460

Dani Rodrik, "Sense and Nonsense in the Globalization Debate," pp. 461-470

Jeffrey Frankel, "Globalization of the Economy," in *Governance in a Globalizing World*, edited by Joseph Nye and John Donahue (Washington: Brookings Institution Press, 2000), pages 45-70.

Kenneth Scheve and Matthew Slaughter, "A New Deal for Globalization," *Foreign Affairs* 86, No. 4 (July/August 2007), pages 34-47.

Edward Leamer, "A Flat World, A Level Playing Field, a Small World After All, or None of the Above? A Review of Thomas L. Friedman's *The World is Flat*," *Journal of Economic Literature* 45 (March 2007), pages 83-126.

**December 17**

**Conclusions**