

**CUCEA, Universidad de Guadalajara, Mexico Short Course: August 18-22, 2014**

**Professor Ian Sheldon (Ohio State University)**

**Topic and Reading List**

**1. Firms Trade and Product Quality**

Helpman, E., Melitz, M.J. and S.R. Yeaple, "Export Versus FDI with Heterogeneous Firms", *American Economic Review* 94 (2004): 300-316.

Kugler, M. and Verhoogen, E. "Prices, Plant Size, and Product Quality", *Review of Economic Studies* 79 (2012): 307-339.

Melitz, M.J. "The Impact of Trade on Intra-Industry Reallocations and Aggregate Industry Productivity", *Econometrica* 71 (2003): 1695-1725.

Verhoogen, E.A. "Trade, Quality Upgrading, and Wage Inequality in the Mexican Manufacturing Sector", *Quarterly Journal of Economics* 123 (2008): 489-530.

**2. Trade and the Environment**

Copeland, B.R. and Taylor, M.S. "North-South Trade and the Environment," *Quarterly Journal of Economics* 109 (1994): 755-787.

Copeland, B.R. and Taylor, M.S. "Trade and Trans-boundary Pollution," *American Economic Review* 85 (1995): 716-737.

Antweiler, W., Copeland, B.R., and Taylor, M.S. "Is Free Trade Good for the Environment?" *American Economic Review* 91( 2001): 877-908.

Frankel, J.A. and Rose, A.K. "Is Trade Good or Bad for the Environment? Sorting Out the Causality," *Review of Economics and Statistics* 87(2005): 85-91.

Managi, S., Hibiki, A. and Tsurumi, T. "Does Trade Openness Improve Environmental Quality," *Journal of Environmental Economics and Management* 58 (2009): 346-363.

**3. Imperfect Competition, Trade and Environmental Policy**

Barrett, S. "Strategic Environmental Policy and International Trade," *Journal of Public Economics* 54(1994): 325-338.

Conrad, K. "Taxes and Subsidies for Pollution-Intensive Industries as Trade Policy," *Journal of Environmental Economics and Management* 25 (1993): 121-135.

Kennedy, P.W. "Equilibrium Pollution Taxes in Open Economies with Imperfect Competition," *Journal of Environmental Economics and Management* 27 (1994): 49-63.

McCorriston, S.; Sheldon, I.M. "Market Access and WTO Border Tax Adjustments for Environmental Excise Taxes under Imperfect Competition," *Journal of Public Economic Theory* 7 (2005): 579-592.

McCorriston, S.; Sheldon, "Export Competition and the Remission of Domestic Environmental Taxes," *International Tax and Public Finance* 12 (2005): 627-637.

#### **4. Political Economy and Trade Policy**

Freund, C. and Ozden, C. "Trade Policy and Loss Aversion," *American Economic Review* 98 (2008): 1675-1691.

Grossman, G.M. and Helpman, E. "Protection for Sale," *American Economic Review* 84 (1994): 833-850.

Grossman, G.M. and Helpman, E. "Trade Wars and Trade Talks," *Journal of Political Economy* 103 (1995): 675-708.

Tovar, P. "The Effects of Loss Aversion on Trade Policy: Theory and Evidence," *Journal of International Economics* 78 (2009): 154-167.

#### **5. The WTO, Development and Trade**

Bagwell, K. and Staiger, R.W. "An Economic Theory of the GATT," *American Economic Review* 89 (1999): 215-248.

Bagwell, K. and Staiger, R.W. "Domestic Policies, National Sovereignty, and International Economic Institutions," *Quarterly Journal of Economics* 116 (2001): 519-562.

Bagwell, K. and Staiger, R.W. "What Do Trade Negotiators Negotiate About? Empirical Evidence from the World Trade Organization," *American Economic Review* 101 (2011): 1328-1273.

Bagwell, K. and Staiger, R.W. "Can the Doha Round Be a Development Round? Setting a Place at the Table," NBER Working Paper, 2012.