

Middle East Technical University
Faculty of Economic and Administrative Sciences
Department of Economics
Econ 667 2003-2004, Wednesdays 14.40-17.10 Room F-17
Fikret Senses (telephone:210 2023
E-Mail fsenses@metu.edu.tr)

OBJECTIVE : The main objective of the course is to develop and deepen student interest in development issues in general with emphasis on several selected issues and draw attention to the diversity of experience of individual countries. A related objective is to augment students' ability for independent research through preparation of paper abstracts, short papers, class presentations and discussion.

REQUIREMENTS: Students are required to read extensively for each session. (The reading list for each session is provided below.) Students are also required to prepare session papers (approximately 5 pages long) , make class presentations, prepare paper abstracts and take an active part in class discussion. Session papers should be sent electronically to the whole group by the Monday evening preceding the relevant session. All written work, including session papers, abstracts, research questions and session papers should be submitted to the instructor (hard copy) by Monday evening preceding the relevant session. Finally, they are required to prepare two short papers (each approximately 10 pages long) , the first of which comprising a critical literature review and the second, empirical analysis for a selected country. (Comparative analysis between, say Turkey, and another country is encouraged). The second papers will be presented to the whole group on a suitable day at the end of term.

GRADING:

Paper Abstracts/ research questions :	10 points
Paper (2X15) :	30 points
Paper presentation :	10 points
Session Paper:	15 points
Other presentations:	5 points
Midterm Examination* :	10points
Final Examination :	20 points

*(on Rapley only)

Course Plan:

1 October 2003 Introduction

8 October 2003 Meeting with the instructor on an individual basis to finalize paper topics.

15 October 2003 Meeting to finalize the course schedule and preliminary discussion on paper topics- and the art of academic essay-writing.

20 October 2003 Last Day of Submitting the Outline/introduction of Paper

22 October 2003 Brief student presentations and class discussion on paper subjects.

3 November 2003 (Monday) Midterm Examination on J.Rapley *Understanding Development Theory and Practice in the Third World*, Lynne Rienner, Boulder Colorado, 2002.

SESSIONS

SESSION I 5 November 2003 Global Economic Development I

I-1 M.T.Rock, "Twenty-Five Years of Economic Development" Revisited, *World Development*, Vol.21, No.11, 1787-1801, 1993.

I-2 UNCTAD, *Trade and Development Report, 2002*, United Nations, Geneva, 2002: Global Trends and Prospects pp.I-XI and Chapter I The World Economy : performance and Prospects 3-31.

I-3 Charles Kenny and David Williams, What Do We Know About Economic Growth? Or, Why Don't We Know Very Much? *World Development*, 29 (1), 2001, 1-22.

C.Lane, Let's Abolish the Third World, *Newsweek*, April 27, 1992, p.21.

SESSION II : 12 November 2003 Global Economic Development II

II-1 Ha-Joon Chang, Kicking Away the Ladder: Infant Industry Promotion in Historical Perspective, *Oxford Development Studies*, Vol. 31, No.1, 2003, pp.21-35.

II-2 M. Shafaeddin (1998), How Did Developed Countries Industrialize? The History of Trade and Industrial Policy: The Cases of Great Britain and the USA, UNCTAD Discussion Papers, No. 139

II-3 Kevin H. O'Rourke, Globalization and Inequality: Historical Trends, *Annual World Bank Conference on Development Economics 2001/2002*, edited by B. Pleskovic and N. Stern, World Bank and Oxford University Press, 2002, pp. 39-67.

SESSION III : 19 November 2003 Structural Adjustment Policies, Trade and Industrialization

III-1 D.Rodrik Understanding Economic Policy Reform, *Journal of Economic Literature* XXXIV March 1996, 9-41.

III-2 J.Weeks, Did the Dog Bark? The NEM and the Manufacturing Sector. Mimeo. Centre for Development Studies School of Oriental and African Studies, London July 1995. published as **Weeks, John** (1996) "The **NEM** and the **manufacturing sector** in Latin

America", in Victor Bulmer-Thomas (ed.), *The New Economic Model in Latin America and its Impact on Income Distribution and Poverty*. London/New York: MacMillan, pp. 271-94

III-3 Y.Akyüz and C.Gore, The Investment-Profits Nexus in East Asian Industrialization, UNCTAD, Discussion Paper No. 91, October 1994 also *World Development*, 22 (4), 627-34.

III-4 D. Mazumdar, Trends in Employment and the Employment Elasticity in manufacturing, 1971-92: An International Comparison, *Cambridge Journal of Economics*, 2003, 563-82.

SESSION IV: 3 December 2003 POVERTY I

IV-1 World Bank, *World Development Report*, 2000-2001 World Bank, 2000, Overview and Chapters 1-3, pp.1-59

IV-2 R.H Wade, Making the World Development Report 2000: Attacking Poverty, *World Development*, 29, (8), 2001, 1435-1441.

IV-3 R. Kanbur, Economic Policy, Distribution and Poverty: The Nature of Disagreements, *World Development*, 29, (6), 2001, 1083-94.

IV-4 R. Gaiha, Are Millennium Goals of Poverty Reduction Useful? *Oxford Development Studies*, Vol. 31, No.1, 2003, pp.59-84.

SESSION V 10 December 2003 Country Studies on Poverty and Income Distribution

V-1 Shafiq Dhanani and Iyanatul Islam, Poverty, Vulnerability and Social Protection in a Period of Crisis, The Case of Indonesia, *World Development*, 2002, Vol. 30, No. 7, 1211-1231.

V-2 Martin Ravallion and Gaurav Datt, Why Has Economic Growth been more pro-poor in some states of India than others?, *Journal of Development Economics*, 2002, 68 , 381-400.

V-3 James Raymond Vreeland, The Effect of IMF programs on Labor, *World Development*, Vol. 30, No.1, 121-139.

V-4 G.Garuda, The Distributional Effects of IMF Programs: A Cross-Country Analysis, *World Development*, Vol.28, No.6,2000, 1031-1051.

SESSION VI) 17 December 2003 ROLE OF STATE/ INTERNATIONAL ORGANIZATIONS

VI-1 A.H.Amsden, Editorial: Bringing Production Back in- Understanding Government's Economic Role in Late Industrialization, *World Development*, Vol.25, No.4, 1997, 469-480.

VI-2 L.Taylor, Editorial: The Revival of the Liberal Creed-The IMF and the World Bank in a Globalized Economy, *World Development*, Vol.25, No.2, 1997, 145-152.

VI-3 A.V. Banerjee and R.He The World Bank and the Future+ The Future of the IMF and the World Bank: Panel Discussion, *American Economic Association, Papers and Proceedings*, May 2003, pp. 39-43.

VI-4 C.E. Alper and Z. Öniş, Emerging Market Crisis and the IMF: Rethinking the Role of the IMF in Light of Turkey's 2000-2001 Financial Crisis, *Canadian Journal of Development Studies*, Vol. XXIV, No 2, 2003, 267-84.

SESSION VII) 24 December 2003 GLOBALIZATION

VII-1 P.Bairoch and R.Kozul-Wright, Globalization Myths: Some Historical Reflections on Integration, Industrialization and Growth in the World Economy, UNCTAD Discussion Papers, No.113, March 1996., published in R.Kozul-Wright and R.Rowthorn (eds), *Transnational Corporations and the Global Economy*, London: MacMillan,1998.

VII-2 Z. Öniş, Globalization and the Nation State: The Possibilities and Limits of State Intervention in Late Industrialization, *Sosyal Bilimler Dergisi*, I (3), 1994, 112-23.

VII-3 Stanley Fischer, Globalization and its Challenges, Richard T. Ely Lecture, *American Economic Association, Papers and Proceedings*, May 2003, 1-38.

VII-4 Alfred Kleinknecht and Jan ter Wengel, The Myth of Economic Globalization, *Cambridge Journal of Economics*, 1998, 22, 637-47.

SESSION VIII 31 December 2003 DEVELOPMENT STRATEGY (2 session leaders) ((this session may be rescheduled)

VIII-1 N. Stern, A Strategy for Development, *Annual World Bank Conference on Development Economics 2001/2002*, edited by B. Pleskovic and N. Stern, World Bank and Oxford University Press, 2002, pp. 11-35.

VIII-2 Z. Öniş and F. Şenses, Rethinking the Post-Washington Consensus, A Critical Appraisal (mimeo), 2003.

VIII-3 R. Munck, Neoliberalism, necessitarianism and alternatives in Latin America: there is no alternative (TINA)?, *Third World quarterly*, vol.24, No.3, 2003., 495-511.

VIII-4- D. Rodrik, after Neoliberalism, What?, Paper presented at the Alternatives to Neoliberalism Conference sponsored by the New Rules for Global Finance Coalition, May 23-24, 2002, Washington, D.C., 2002.

VIII-5 C.Gore, The Rise and Fall of the Washington Consensus as a Paradigm for Developing Countries, *World Development*, Vol.28, No.5, 2000, 789-804.

Tuesday, 30 December, 2003 Literature Review Papers to be submitted by 7.00 PM.

Monday 19 January, 2004 Research Papers to be submitted by 7.00 P.M.

Wednesday 21 January, 2004 13.30 Research Papers to be presented to the whole group

Thursday 22 January, 2004 13.30 Research Papers to be presented to the whole group
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