

Development Economics - ECON 7560

Syllabus, Spring 2017

M/W 1:25-2:45 PM, Bldg 72-112

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A. Course Overview:

I have designed this second course of the development PhD sequence with two goals in mind: to give you a broad perspective of (mostly) macro issues of development in the non-industrialized world and to introduce you to main theoretical perspectives and models of development. Development economics, needless to say, is a very comprehensive subject which uses tools and approaches from all fields of economics. Therefore, in one semester we will touch only on a selected few of the building blocks of development economics. I chose the readings such that you are exposed to ideas and perspectives from heterodox and mainstream economists alike, although most of the models we will work on are coming from economists from the heterodox and classical schools of economic thought.

B. Course Objectives:

At the end of the course, a successful student will:

- [1] Become familiar with the tenets of main schools of economic development.
- [2] Understand the general principles and approaches to development based on a review of economic history and history of economic policies. Within this objective the student will gain familiarity with issues of development facing people primarily in the non-industrialized countries.
- [3] Become familiar with main models of growth and development.
- [4] Develop skills necessary in conducting original research on topics of economic development.

Useful books:

Amsden, Alice. 2001. *The Rise of "The Rest": Challenges to the West from Late-Industrializing Economies*. New York: Oxford University Press

Basu, Kaushik (2003), *Analytical Development Economics*, MIT Press.

Foley, Duncan K. and Michl, Thomas R. (2003), *Growth and Distribution*, Harvard University Press.

Ocampo, Jose Antonio and Codrina Rada and Lance Taylor (2009), *Growth and Policy in Developing Countries*, Columbia University Press.

Ros, Jaime (2001), *Development Theory and the Economics of Growth*, The University of Michigan Press.

Taylor, Lance (1983), *Structuralist Macroeconomics: Applicable Models for the Third World*, Basic Books.

C. Course Organization:

Class sessions will follow a standard lecture/discussion format.

Canvas: Study guides, readings, announcements or any other materials pertaining to the

course will be posted on Canvas. You can access the Canvas from your own U of U's

portal (or account) at my.utah.edu. Many of the readings are uploaded on Canvas under the "Readings" folder. The other are on reserve in the library (go to the library website and under Course Reserves search for Rada-von Arnim). You may check the books out for 4 hours.

D. Course Requirements:

Two short referee reports (max. 5 pages) discussing the assigned (two) papers: 15% each=30% total

Leading the class discussion based on referee reports: 5% each=10% total

Term paper=40%; Term paper proposal=5%; Final paper presentation=10%; Class participation=5%

Two short essays: You will review two papers of your choice from the "Discussion Readings" sections. These reports should outline the paper's research question, method, assumptions, and findings. You may also add suggestions for improvement or

elaborate on implications for policy. You will use these reports to generate class discussion during the assigned lecture time. The articles will be "booked" on a first-come, first-served basis.

Term paper: The term paper should focus on a well-defined topic in development economics. To help you choose wisely a (doable) topic you can provide a list of potential topics that we can discuss during office hours. If you need this option please send me a list of topics/ideas and make an appointment with me before **January 30**. Once we will agree upon a topic you will elaborate on your research question in more detail in a 3-5 page **proposal** which is due **February 15**. The proposal should outline the importance of the topic for development, the methods and data you intend to use as well as some of the relevant literature. **The final paper is due on May 10** and it should be about 20 pages in length.

E. Course Outline and Readings:

1. Economic development: meaning and origins

1.1 WEEK 1: What is development?

A. Main readings

Gunnar Myrdal. 1974. "What Is Development?", *Journal of Economic Issues*, Vol. 8, No. 4 (Dec., 1974), pp. 729-736

Nayyar, Deepak. 2003. "Globalization and Development," in *Rethinking Development Economics*. Ha-Joon Chang ed. London: Anthem Press, pp. 61-82.

Sen, Amartya. 2003. "Development as Capability Expansion," in *Readings in Human Development*, S. Fukuda-Parr et al., eds. (New Delhi and New York: Oxford University Press, 2003)

B. Supplemental readings

Anand, Sudhir, and Sen, Amartya "Concepts of Human Development and Poverty: A Multidimensional Perspective," in *Poverty and Human Development: Human Development Papers 1997*, United Nations Development Programme, New York, 1997, 1-20.

Deaton, Angus. 2010. "Understanding the Mechanisms of Economic Development." *Journal of Economic Perspectives*, 24(3): 3-16.

UNDP 2014. The Millennium Development Goals Report 2014, UNDP.

1.2 WEEK 2: Origins of development economics

A. Main readings

Jomo K.S. and Erik S. Reinert (2005), *The Origins of Development Economics*, Zed Books, **chapters 1-3** for pre-classical theories of development and **chapters 4, 7 and 8** for classical and post-classical.

Ranis, Gustav (2005). "The Evolution of Development Thinking: Theory and Policy," Annual World Bank Conference on Development Economics: Lessons of Experience 2005, Francois Bourguignon and Boris Pleskovic, (eds), 2005, pp.119-140, also *Growth Center Discussion Paper*, No. 886, Yale University, 2004

Toye, John. 2003. "Changing Perspectives in Development Economics," in *Rethinking Development Economics*. Ha-Joon Chang ed. London: Anthem Press, pp. 21-40.

B. Supplemental readings

Banerjee, Abhijit V. and Esther Duflo (2009). The Experimental Approach to Development Economics, *Annual Review of Economics*, Vol. 1: 151 -178.

2. WEEK 2/3: Development, growth, distribution (empirics, measurements, perspectives)

A. Main readings

Banerjee, Abhijit, and Esther Duflo. "The Economic Lives of the Poor." *Journal of Economic Perspectives* 21, no. 1 (2006): 141-167.

Bourguignon, François (2004) "The Poverty-Growth-Inequality Triangle", Paper prepared for a conference at the Indian Council for Research on International Economic Relations, New Delhi, on February 4, 2004.

Ocampo, Jose Antonio and Codrina Rada and Lance Taylor (2009), "Economic Structure, Policy, and Growth", chapter 2 in *Growth and Policy in Developing Countries*, Columbia University Press.

Ranis, Gustav, Frances Stewart and Alejandro Ramirez, "Economic Growth and Human Development", *World Development*, Vol. 28 (2000), No. 2, pp. 197-219.

Regional experiences:

Fosu, Augustin (2011), "The African Economic Growth Record, and the Roles of Policy Syndromes and Governance" in eds. Akbar Noman, Botchwey, Stein, and Stiglitz, *Good Growth and Governance in Africa: Rethinking Development Strategies*, Oxford University Press.

Chang, Ha-Joon. 2003. "The East Asian Development Experience," in *Rethinking Development Economics*. Ha-Joon Chang ed. London: Anthem Press, pp. 107-24

Palma, Gabriel. 2003. "The Latin American Economies During the Second Half of the Twentieth Century - from the 'Age of ISI' to the Age of 'The End of History'," in *Rethinking Development Economics*. Ha-Joon Chang ed. London: Anthem Press, pp. 125-52

Sachs, Jeffrey D., John W. McArthur, Guido Schmidt-Traub, Margaret Kruk, Chandrika Bahadur, Michael Faye and Gordon McCord "Ending Africa's Poverty Trap," *Brookings Papers on Economic Activity*, Issue 1, 2004.

B. Supplemental readings and data:

Bosworth, Barry, and Susan M. Collins, "The Empirics of Growth: An Update," *Brookings Papers on Economic Activity*, 2003: 2.

Hausmann, Ricardo, Lant Pritchett, and Dani Rodrik 2005. "Growth Accelerations," *Journal of Economic Growth*, 10(4), December 2005, 303 – 329.

Maddison, Angus. 1995. *Monitoring the World Economy, 1820-1992*: Development Centre of the OECD, chapters 1-3

Maddison, Angus. 2001. *The World Economy - A Millennial Perspective*: Development Centre of the OECD, chapter 3

Ros, Jaime (2001), *Development Theory and the Economics of Growth*, University of Michigan Press. chapter 1.

United Nations (2006). *World Economic and Social Survey 2006: Diverging Growth and Development*. New York: United Nations, chapter 1.

C. Discussion readings (1/23 session):

Deaton, Angus, 2005. "Measuring Poverty in a Growing World (or Measuring Growth in a Poor World) ", *Review of Economics and Statistics* 2005 87:1, 1-19.

Reddy, Sanjay and Camelia Minoiu 2007. "Has World Poverty Really Fallen?" *Review of Income and Wealth*, Volume 53, Issue 3, 2007, pp. 484-502.

3. WEEK 4: Economic growth and development (theory)

A. Main readings

Basu, Kaushik (2003), *Analytical Development Economics*, MIT Press, **chapter 3**.

Ros, Jaime (2005), *The Pioneers of Development Economics and Modern Growth Theory*, in Jomo K.S. and Erik S. Reinert (2005), *The Origins of Development Economics*, Zed Books.

Taylor, Lance (1991), *Income Distribution, Inflation, and Growth: Lectures on Structuralist Macroeconomic Theory*, MIT Press, **chapters 2, 3**.

B. Supplemental Readings

Banerjee, Abhijit, and Esther Duflo. "Growth Theory through the Lens of Development Economics." Chapter 7 in *Handbook of Economic Growth*. Vol. 1A. Edited by Philippe Aghion and Steven Durlauf. Amsterdam, The Netherlands: North-Holland, 2005.

Easterly, William, Michael Kremer, Lant Pritchett and Lawrence Summers, "Good policy or good luck? Country growth performance and temporary shocks", *Journal of Monetary Economics*, 32 (1993), December.

Foley, Duncan K. and Michl, Thomas R. (2003), *Growth and Distribution*, Harvard University Press. **chapter 2**.

Ros, Jaime (2001), *Development Theory and the Economics of Growth*, The University of Michigan Press, **chapter 6**.

C. Discussion readings (1/30 session):

R. Hausmann, Dani Rodrik and Andres Velasco "Growth Diagnostics" (in J. Stiglitz and N. Serra, eds., *The Washington Consensus Reconsidered: Towards a New Global Governance*, Oxford University Press, New York, 2008.

Felipe, Jesus, Usui, Norio and Abdon, Arnelyn, (2011), RETHINKING THE GROWTH DIAGNOSTICS APPROACH: QUESTIONS FROM THE PRACTITIONERS, *Journal of International Commerce, Economics and Policy (JICEP)*, **02**, issue 02, p. 251-276.

3.1 WEEK 5: Industrialization and structural change

A. Main readings

McMillan, Margaret and Dani Rodrik (2011), 'Globalization, structural change and productivity growth' in eds. Marc Bacchetta and Marion Jansen, *Making Globalization Socially Sustainable*, ILO.

Nübler, Irmgard (2014). A theory of capabilities for productive transformation: learning to catch up, in *Transforming Economies: Making industrial policy work for growth, jobs and development* José M. Salazar-Xirinachs, Irmgard Nübler, Richard Kozul-Wright, ILO Geneva (available online).

Ocampo, Jose Antonio and Codrina Rada and Lance Taylor (2009), *Growth and Policy in Developing Countries*, chapter 3, Columbia University Press.

B. Supplemental Readings

Basu, Kaushik (2003), *Analytical Development Economics*, MIT Press, **chapters 2**.

Hollis B. Chenery (1960), Patterns of Industrial Growth, *American Economic Review*, Vol. 50, No. 4 (Sep., 1960), pp. 624-654.

Lall, Sanjay (2004), Reinventing Industrial Strategy: the Role of Government Policy in Building Industrial Competitiveness, G-24 Discussion Paper, UNCTAD.

Murphy, Kevin M, Andrei Shleifer, and Robert W. Vishny, "Industrialization and the Big Push," *Journal of Political Economy*, October 1989, 1003-1026

Ocampo, Jose Antonio (2005). "Growth and the Dynamics of Productive Structure," in *Beyond Reforms: Structural Dynamics And Macroeconomic Vulnerability*. Jose Antonio Ocampo ed: Stanford University Press and World Bank.

Palma, Gabriel (2005) "Four Sources of 'De-Industrialization' and a New Concept of the 'Dutch-Disease'", in Ocampo (ed.) (2005), **chapter 3**.

C. Discussion readings (2/6 session)

Rosenstein-Rodan, Paul N. (1943), "Problems of Industrialization of Eastern and South- Eastern Europe", *Economic Journal*, Vol. 53(210/211), pp.202-2011.

Hirschmann, Albert (1958). *The Strategy of Economic Development*, ch. 4-6, Yale University Press.

3.2 WEEK 6: Technology, growth and development

A. Main Readings

Deraniyagala, Sonali (2006), "Analysis of Technology and Development: A Critical Review", in *The New Development Economics*, ed by Jomo K.S. and Ben Fine, Zed Books.

Fagerberg, Jan, 1994. "Technology and International Differences in Growth Rates," *Journal of Economic Literature*, American Economic Association, vol. 32(3), pages 1147-75, September.

Foley, Duncan K. and Michl, Thomas R. (2003), *Growth and Distribution*, Harvard University Press. **chapters 15, 16**.

B. Supplemental Readings

Aghion, Phillippe and Peter Howitt (1992), "A model of growth through creative destruction", *Econometrica*, vol. 60 (1992).

Gene M. Grossman and Elhanan Helpman, Endogenous Innovation in the Theory of Growth *The Journal of Economic Perspectives*, Vol. 8, No. 1 (Winter, 1994), pp. 23-44

Kaldor, Nicholas, (1957), A model of Economic Growth, *The Economic Journal*, Vol. 67, No. 268, (Dec., 1957), pp. 591-624

Kaldor, Nicholas (1978), Causes of the Slow Rate of Economic Growth in the UK, in *Further Essays on Economic Theory*, London, Duckworth, 1978, **chapter 4**.

Romer, Paul, "Increasing Returns and Long Run Growth", *Journal of Political Economy*, October 1986.

Thirlwall, A.P. 1983. "A plain man's guide to Kaldor's growth laws." *Journal of Post Keynesian Economics*, 5:3, pp. 345-58

C. Discussion Readings (2/13 session)

Felipe, Jesus 1999. "Total factor productivity growth in East Asia: A critical survey", *The Journal of Development Studies* Vol. 35, Iss. 4, 1999.

Young, Alwyn, "A Tale of Two Cities: Factor Accumulation and Technical Change in Hong Kong and Singapore," *NBER Macroeconomics Annual*, Cambridge, MA, MIT Press for NBER, 1992.

3.3 WEEK 7/8: Sectoral growth models

A. Main Readings

Ocampo, Jose Antonio and Codrina Rada and Lance Taylor (2009), *Growth and Policy in Developing Countries*, Columbia University Press. **chapter 8.**

Rada, Codrina (2007), 'Stagnation or transformation of a dual economy through endogenous productivity growth', *Cambridge Journal of Economics*, Vol. 31, No. 5, September 2007.

Ros, Jaime (2001), *Development Theory and the Economics of Growth*, The University of Michigan Press. **chapter 3**

B. Supplemental Readings

Basu, Kaushik (2003), *Analytical Development Economics*, MIT Press, **chapters 7.**

Lewis, W. Arthur. 1954. "Economic Development with Unlimited Supplies of Labour." *The Manchester School*, 22:2, pp. 139-91.

Taylor, Lance (1983), *Structuralist Macroeconomics: Applicable Models for the Third World*, Basic Books. **chapters 3, 4.**

Von Arnim, Rudiger and Codrina Rada (2011), Labor productivity and energy use in a three sector model: an application to Egypt' *Development and Change*, November 2011, Volume 42, Issue 6 p. 1323–1481.

C. Discussion Readings (2/22 session)

Bill Gibson, Dirk Ernst Van Seventer (2000), A Tale of Two Models: Comparing structuralist and neoclassical computable general equilibrium models for South Africa, *International Review of Applied Economics*, Vol. 14, Iss. 2, 2000.

3.4 WEEK 9: Institutions, labor markets, informality

A. Main Readings

Evans, Peter (2004). Development as institutional change: The pitfalls of monocropping and the potentials of deliberation, *Studies in Comparative International Development*, Winter 2004, Volume 38, Issue 4, pp 30-52.

Glaeser, Edward L, Rafael LaPorta, Florencio López-de-Silanes, and Andrei Shleifer. 2004. Do Institutions Cause Growth?. *Journal of Economic Growth* 9, no. 3: 271-303.

OECD (2009), *Is Informal Normal? Towards More and Better Jobs in Developing Countries*, Development Centre Studies.

B. Supplemental Readings

Acemoglu, Daron, Simon Johnson, and James A. Robinson, "The Colonial Origins of Comparative Development: An Empirical Investigation," *American Economic Review*, 91, 5, December 2001, 1369- 1401.

Amsden Alice (2001). *The Rise of "The Rest": Challenges to the West from Late-Industrializing Economies*. Chapter 10. New York: Oxford University Press.

Evans, Peter (2007). Extending the "institutional" turn : property, politics and development trajectories, in Chang, Ha-Joon. *Institutional Change and Economic Development*. Tokyo, JPN: United Nations University Press, 2007.

Pande, Rohini and Chris Udry, "Institutions and Development: A View from Below," forthcoming in the *Proceedings of the 9th World Congress of the Econometric Society*, edited by R. Blundell, W. Newey, and T. Persson, Cambridge University Press.

C. Discussion Readings (session 3/6)

Ha-Joon Chang 2011. Institutions and economic development: theory, policy and history, *Journal of Institutional Economics*, 7: 4, 473–498

DeSoto, Hernando 2001. *The mystery of capital : why capitalism triumphs in the West and fails everywhere else*, Basic Books, ch 3,6,7.

4. WEEK 10: From growth to human development: education, health, poverty

A. Main Readings

Fosu A (2010). Growth, Inequality, and Poverty Reduction in Developing Countries, OECD, 2010.

Ravallion, M. (2001), "Growth, Inequality and Poverty: Looking Beyond Averages," *World Development*, 29(11), 1803- 1815.

B. Supplemental Readings

Banerjee, Abhijit. "Educational Policy and the Economics of the Family." *Journal of Development Economics* 74, no. 1 (2004): 3-32.

Chen, Shaohua, Ren Mu, and Martin Ravallion. 2009. "Are There Lasting Impacts of Aid to Poor Areas? Evidence from Rural China." *Journal of Public Economics* 93(3): 512-528

Castro, Jose Esteban (2008), Neoliberal water and sanitation policies as a failed development strategy: lessons from developing countries, *Progress in Development Studies* 8, 1 (2008) pp. 63–83.

Galiani, Gertler and Schargrodsky (2005), Water for Life: The Impact of the Privatization of Water Services on Child Mortality, *Journal of Political Economy*, Vol 113. No.1.

Ravallion, Martin (1997), Can high-inequality developing countries escape absolute poverty?, *Economics Letters*, Volume 56, Issue 1, 26 September 1997, Pages 51-57.

Ravallion, M. (2005), "Inequality is Bad for the Poor" *mimeo DRG, World Bank*.

Subramanian, Shankar and Angus Deaton (1996), "The Demand for Food and Calories," *Journal of Political Economy*, Vol. 104 (1), pp 133-62.

C. Discussion Readings (session 3/13)

Ferreira, Francisco, and Norbert Schady. 2009. "Aggregate Economic Shocks, Child Schooling and Child Health." *World Bank Research Observer* 24(2): 147–81.

Kremer, Michael and Edward Miguel, "Illusion of Sustainability" *Quarterly Journal of Economics*. vol. 122, issue 3, pages 1007-1065, 2007.

5. WEEK 10/11: International trade, integration and development

A. Main Readings

Hausmann, Ricardo and Dani Rodrik, "Economic Development as Self-Discovery," *Journal of Development Economics*, December 2003.

Ocampo, Jose Antonio and Codrina Rada and Lance Taylor (2009), *Growth and Policy in Developing Countries*, Columbia University Press. chapter 4.

Ros, Jaime (2001), *Development Theory and the Economics of Growth*, The University of Michigan Press. **chapters 7**.

B. Supplemental Readings

Lall, Sanjaya (2000), *The Technological Structure and Performance of Developing Country Manufactured Exports, 1985-98*, QEH Working Paper Series – QEHWPS44

Taylor, Lance (1983), *Structuralist Macroeconomics: Applicable Models for the Third World*, Basic Books. **chapter 10**.

United Nations (2006). *World Economic and Social Survey 2006: Diverging Growth and Development*. New York: United Nations, **chapter 3**

Winters, L. Alan, Neil McCulloch, and Andrew McKay. 2004. "Trade Liberalization and Poverty: The Evidence So Far ." *Journal of Economic Literature*, 42(1): 72-115.

C. Discussion Readings (session 6/20)

Lin, Justin and Ha-joon Chang 2009. 'Should Industrial Policy in Developing Countries Conform to Comparative Advantage or Defy it? A Debate Between Justin Lin and Ha-Joon Chang', *Development Policy Review* Volume 27, Issue 5, pages 483–502, September 2009

Milberg, W and Xiao Jiang and Gary Gereffi (2014). 'Industrial policy in the era of vertically specialized industrialization' in eds. Salazar-Xirinachs, Jose M. et al, *TRANSFORMING ECONOMIES: Making industrial policy workforce growth, jobs and development*, ILO Geneva.

5.1 WEEK 11: ISI, Primary exports, Asian tigers, China, India

A. Main Readings

Amsden, Alice. 2001. *The Rise of "The Rest": Challenges to the West from Late-Industrializing Economies*. New York: Oxford University Press, **chapters 6,7,8**.

Rodrik, Dani and Arvind Subramanian, "From 'Hindu Growth' to Productivity Surge: The Mystery of the Indian Growth Transition," *IMF Staff Papers*, vol. 52, no. 2, 2005.

B. Supplemental Readings

Prebisch, Raul. 1959. "Commercial Policy in Underdeveloped Countries." *The American Economic Review*, 49:2, pp. 251-73.
Shafaeddin, Mehdi. 2005. "Friedrich List and the Infant Industry Argument," in *The Pioneers of Development Economics*. Jomo K.S. ed. London: Zed Books, pp. 42-61

Polanyi Levitt, Kari. 2005. "Raul Prebisch and Arthur Lewis: The Two Basic Dualities of Development Economics," in *The Pioneers of Development Economics*. Jomo K.S. ed. London: Zed Books, pp. 193-208

C. Discussion Readings

Kochhar, Kalpana, Utsav Kumar, Raghuram Rajan, Arvind Subramanian, and Ioannis Tokatlidis, "India's Pattern of Development: What Happened, What Follows," *Journal of Monetary Economics*, Vol. 53, Issue 5.

Qian, Yingyi, "How Reform Worked in China" in D. Rodrik, ed., *In Search of Prosperity: Analytic Narratives of Economic Growth*, Princeton, NJ, Princeton University Press, 2003.

6. WEEK 12/13: Financial development, stability, exchange rates

A. Main Readings

Kaminsky, Graciela L., Carmen M. Reinhart and Carlos A. Végh, "When It Rains, It Tours: Pro-cyclical Capital Flows and Macroeconomic Policies", NBER Working Paper No. 10780, September 2004

Ocampo, Jose Antonio and Codrina Rada and Lance Taylor (2009), *Growth and Policy in Developing Countries*, Columbia University Press. chapters 5-7.

B. Supplemental Readings

Banerjee, Abhijit, (2004) "Contracting Constraints, Credit Markets, and Economic Development," in M. Dewatripoint, L. Hansen and S. Turnovsky, eds. *Advances in Economics and Econometrics: Theory and Applications*, Eight World Congress of the Econometric Society, Volume III. Cambridge University Press, pp. 1-46.

Caballero, Ricardo J., "Inflation targeting and sudden stops", in Ben Bernanke and Michael Woodford, *The Inflation Targeting Debate*, Chicago: University of Chicago Press, 2005.

Morduch, Jonathan, "The Microfinance Promise," *Journal of Economic Literature*, 1999, Vol. 37 (4), pp. 1569-1614.

Ocampo, Jose Antonio and Stephanie Griffith-Jones (2007). 'A Countercyclical Framework for a Development-Friendly International Financial Architecture', UN DESA Working Paper no. 39.

Prasad, Eswar and Kenneth Rogoff, Shang-Jin Wei and M. Ayhan Kose, (2003), *Effects of Financial Globalization on Developing Countries: Some Empirical Evidence*, IMF.

Taylor, Lance (2000), *Global Finance at Risk: the Case for International Regulation*, The New Press, **chapters 4, 5**.

C. Discussion Readings

Ocampo, JA, Spiegel, and Stiglitz (2008). "Capital Market Liberalization and Development" with J.A. Ocampo and S. Spiegel, in *Capital Market Liberalization and Development*, J.A. Ocampo (eds.), New York: Oxford University Press, pp. 1-47.

Eichengreen, Barry, Rachita Gullapalli, Ugo Panizza(2011). Capital account liberalization, financial development and industry growth: A synthetic view, *Journal of International Money and Finance*, Volume 30, Issue 6, pp. 1090-1106

7. WEEK 14: Macro, industrial and other policies

A. Main Readings

Ocampo, Jose Antonio and Codrina Rada and Lance Taylor (2009), *Growth and Policy in Developing Countries*, Columbia University Press. **chapter 9**.

Rodrik, Dani "Development Strategies for the Next Century" (mimeo)

Cornia, Andrea and Rob Vos (2013), Common elements for inclusive and sustainable development strategies beyond 2015, in eds. Ocampo, JA et . al. *Alternative development strategies for the post-2015 era*, Bloomsbury Academic and UN.

B. Supplemental Readings

Chenery, Hollis B. 1975. "The Structuralist Approach to Development Policy." *The American Economic Review*, 65:2, pp. 310-16

Sakiko Fukuda-Parr (2014), Global Goals as a Policy Tool: Intended and Unintended Consequences *Journal of Human Development and Capabilities* ,Vol. 15, Iss. 2-3.

Rodrik, Dani, "Goodbye Washington Consensus, Hello Washington Confusion?" *Journal of Economic Literature*, December 2006.

Taylor, Lance (1983), *Structuralist Macroeconomics: Applicable Models for the Third World*, Basic Books. **chapter 11**.