



37th ASP

TRADE WARS AND TRADE AGREEMENTS

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Abstract

This ASP course studies the economic rationale, the quantitative implications, and some econometric evidence on trade wars. It then turns towards governance structures that help contain trade wars. It ends with an outlook on recent research inspired by recent trade war episodes.

Core references

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- Bagwell, Kyle and Robert Staiger (2016), The Design of Trade Agreements, *Handbook of Commercial Policy*, Chapter 8, in: Bagwell, Kyle and Robert Staiger, *Handbook of Commercial Policy*, Elsevier
- Felbermayr, Gabriel, Benjamin Jung, and Mario Larch (2013), Optimal tariffs, retaliation, and the welfare loss from tariff wars in the Melitz model, *Journal of International Economics* 89: 13-25.
- Felbermayr, Gabriel, Benjamin Jung, and Mario Larch (2015), The welfare consequences of import tariffs: A quantitative perspective, *Journal of International Economics* 97: 295-309.
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- Lashkaripour, Ahmad (2020), The cost of a global tariff war: A sufficient statistics approach, *Journal of International Economics*, 103419.
- Ossa, Ralph (2011), A “New Trade” Theory of GATT/WTO Negotiations, *Journal of Political Economy* 119(1):122-152.
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