INTERNATIONAL RELATIONS
Exam #3 Study Guide (Spring 2005)

Your third exam will be on FRIDAY, MAY 20. The exam will be a mix of objective and analytical questions, which will be drawn from all parts of the course (lectures and reading) since the last exam (Part III of the syllabus on international political economy). The list of key terms below is a guide for studying, not an exhaustive list. The exam will follow the same format as previous exams, including a section which will give you a series of statements and ask you to match them to the appropriate theories of international political economy (liberalism or mercantilism).

NOTE: Since this exam covers fewer lectures than the previous two exams, there will be more questions drawn directly from the textbook. Be prepared!

Liberalism (IPE Theory)
  Tariffs
  Absolute v. Relative Gains
  Exchange Rates (Definition)
  Gross Domestic Product/Gross National Product
  Inflation and Deflation
  Purchasing Power Parity (PPP)
  Business Cycle
  Balance of Payments (Definition and Components)
  Exchange Rate Changes & Effects on Trade
  Foreign Direct Investment (FDI)
  Money Supply
  “Creative Destruction”
  Basic Principles of Mercantilism
  Terms of Trade
  Protectionism/Managed Trade
  Economic Structure (as opposed to size)
  Sources of Globalization (Five Trends)
  “Golden Straightjacket
  Multidimensional Security
  Global North and Global South
  First World, Second World, and Third World
  Self-Determination
  Classical Theory of Development (Modernization)
  Structural Theories of Development (Dependency)
  Structural Adjustment Policies
  Regional Economic Integration
  Most-Favored-Nation (MFN) Principle
  Orderly Marketing Arrangements (OMAs)
  Voluntary Export Restraints (VERs)
  Arbitrage
  GATT/WTO
  Group of Seven (G-7)/Group of Eight (G-8)
  Human Rights
  Asylum
  Humanitarian Intervention

Mercantilism (IPE Theory)
  Non-Tariff Barriers
  Voluntary Export Restraints
  Fixed v. Floating Exchange Rates
  Productivity
  Per capita GDP
  Opportunity Costs
  Interest Costs and Discount Rate
  Balance of Payments Crisis
  Current Account Surplus/Deficit
  Fiscal and Monetary Policy
  Laissez-Faire Economics
  Portfolio Investment
  Basic Principles of (Economic) Liberalism
  Comparative Advantage
  Industrial Policies
  Globalization (Basic Definition)
  Eras of Globalization
  Multilevel Governance
  Capital Mobility
  Decolonization
  Non-Aligned Movement
  Institutionalist Theories of Development
  Import-Substitution Industrialization
  Export-Led Industrialization
  Newly Industrialized Economies (NIE)
  Countervailing Duties
  Infant Industry
  Human Development Index (HDI)
  New International Economic Order (NIEO)
  Group of 77 (G-77)
  NAFTA
  Interdependence
  Displaced Peoples
  Genocide
  Indigenous Peoples