Project 1 - Investigating the effect of tariff barriers

Development I (Industrial policy)

1. Project

One of the ways to support infant industries is to impose tariff barriers on imported goods that substitute the products of these industries. In Iran, in order to support national production, tariff barriers have been imposed on various goods, the most important of which are automobiles and household appliances. In this project, you are asked to evaluate the effect of these tariff barriers on these industries. You may want to focus on one sector, or check out several. And you can make use of any method and software you like.

2. Essay question

Many countries use this policy to support their infant industries. Are there successful and failed examples of this policy in other countries? Under what circumstances will the implementation of this policy be more likely to be effective? What will be the counterfactual if the government do not support infant industries through this policy? (500 words)