

INTEGRATION OF GOODS MARKET

Slides to the interactive lecture on Oct 10th, 2023
for slides on the material covered in Baldwin - Wyplosz
(chapters 4 and 5), see the presentation “EEI_02a...”

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JOHN AMOS COMENIUS (1592 - 1670)



**Not out of agreement,
but out of doubt, progress is born.**

(Ne ze souhlasu, ale z pochybnosti se rodí pokrok.)

NPP 2021 FOR FREEDOM OF EXPRESSION

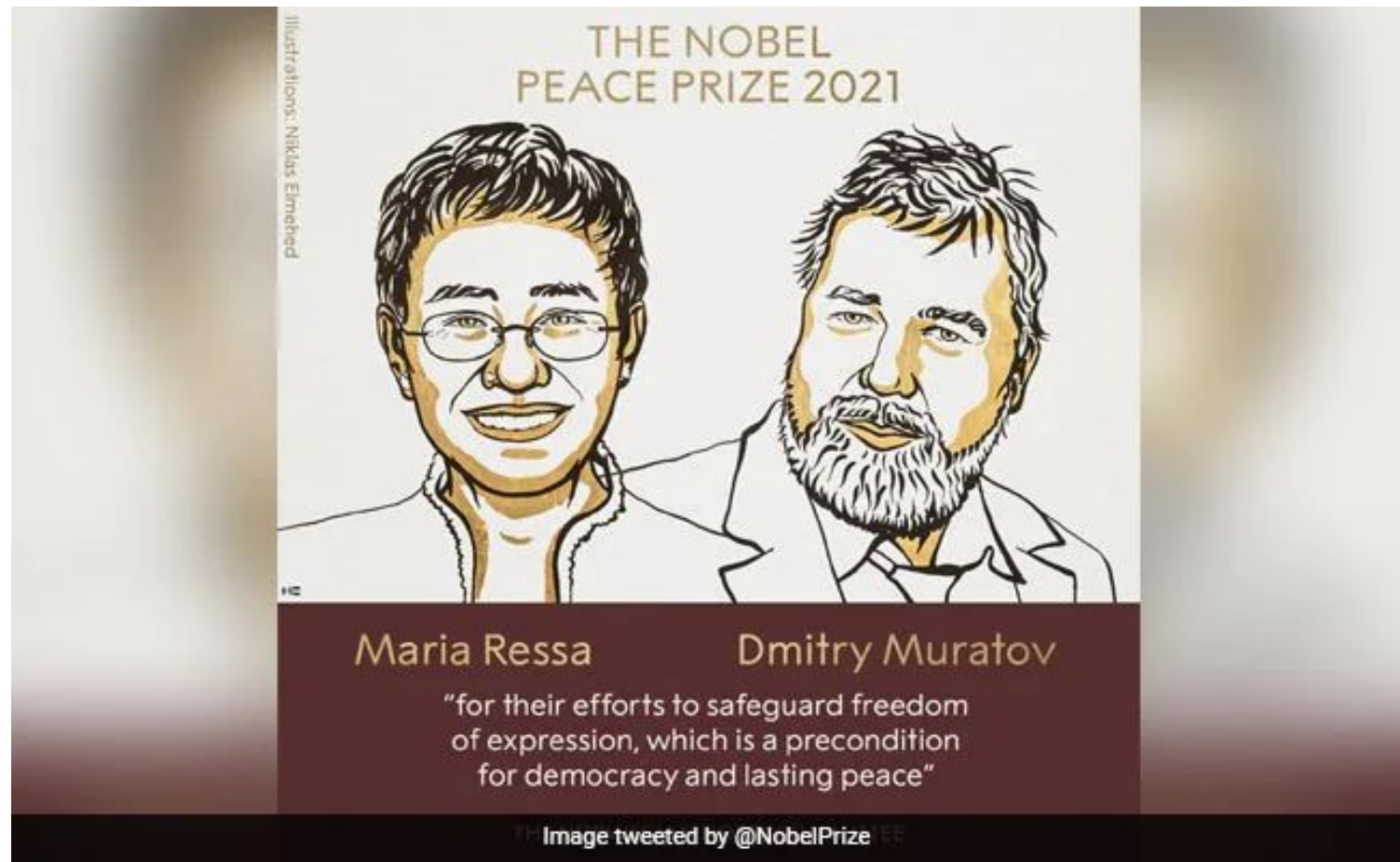


image tweeted by NobelPrize

[a very interesting interview](#) with prof. Barta, egyptologist, Charles University in Prague, one of 1989 student leaders (*if you do not understand Czech, use machine-translation, please*); [his lecture](#) summarizing his interdisciplinary research on the rise and fall of civilizations

APPROACH FOLLOWED IN THE EEI COURSE

- **There is no ultimate truth.** We keep searching for it.
- **There is no ultimately truthful presentation of historical events.**
History books are often being written by victors and/or by activists. ([interview](#) with Vlastimil Vondruska 2021 at Radio Svobodne universum) *)
- **Freedom of expression is a key academic liberty.** Enjoy it to the full!
Jokes and humour are appreciated.
- **When you have an idea /a thought ...**
 - Define your perspective and your assumptions.
 - Present your argument.
 - Listen to the arguments of others and think (hard) in which way(s) their arguments are (in)compatible with your argument.

*) see also the [notes with quotations](#) from the book “[O svobodě myšlení](#)” by Vlastimil Vondruska (MOBA Publishers, 2021) by (On Freedom of Thought); in Czech, use machine translation, pls

intergovernmentalism vs. supranationalism

stages of economic integration

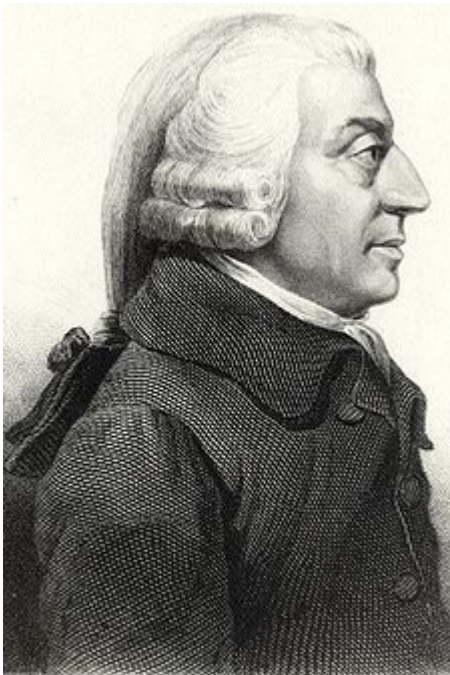
principle of subsidiarity

economic arguments in favour of subsidiarity

TODAY: INTEGRATION OF GOODS MARKET

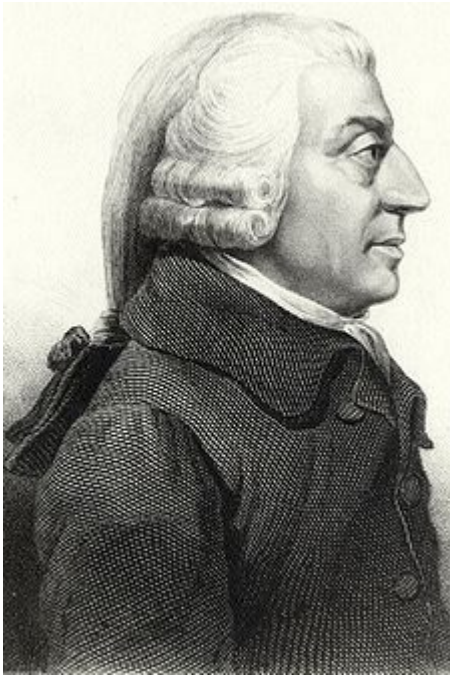
1. UK and Western European countries in the years 1945 - 1972
2. How can post-war Europe prosper? (*via trade!* - a US recipe, i.e. **negative integration**)
3. Obstacles to trade
4. Trade theories
(*Be aware of their historical context and the assumptions they hinge on, pls*)
5. Early postwar years in Europe

RICARDO THEORY



- In which picture is David Ricardo?
- When did David Ricardo publish his theory?
- Did he win Nobel Prize for economics?

HECKSHER-OHLIN THEOREM



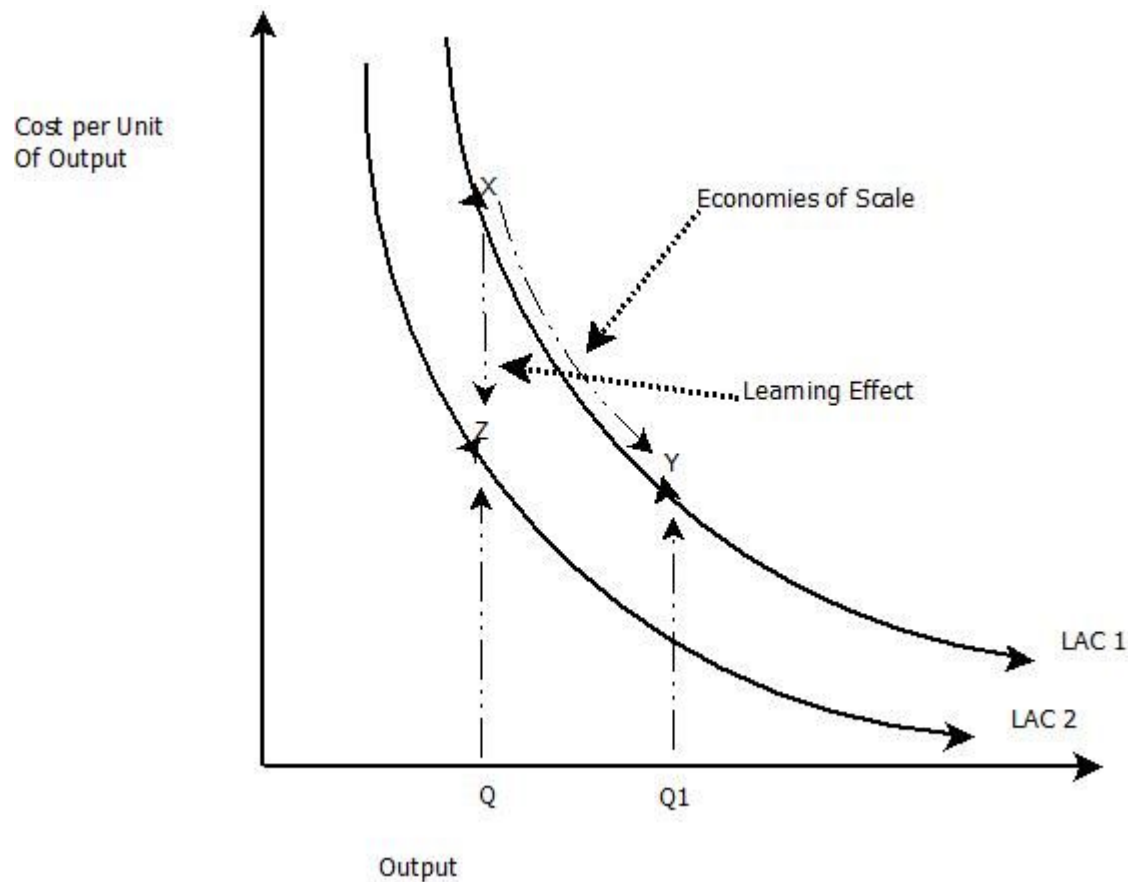
When did they publish their theory? Which of the two is Ohlin?

[Additional information](#)

INTRA-INDUSTRY TRADE



ECONOMIES OF SCALE, LEARNING CURVE



[https://wikieducator.org/Learning Curve Effect](https://wikieducator.org/Learning_Curve_Effect)

THANK YOU FOR YOUR ATTENTION!