Trade Policy in Developing Countries

*Trade Policy in Developing Countries* is an analysis aimed at academics, graduate students, and professional, policy-oriented economists. It is the first work in the field to examine trade policy in an integrated theoretical framework based on optimizing dynamic models that pay careful attention to the structural features of developing country economies. Following a thorough critique of the debate on inward- vs. outward-oriented trade regimes, Buffie explores the main issues of concern to less developed countries in the areas of optimal commercial policy, trade liberalization, and direct foreign investment. In addition to many new and important results, the book contains systematic reviews of the empirical evidence and three expositional chapters that show the reader how to use the technical machinery of economic theory to construct and manipulate multisector dynamic general equilibrium models.

Edward F. Buffie is Professor of Economics at Indiana University. He previously taught at the University of Pennsylvania and Vanderbilt University. Professor Buffie has written extensively on trade and macroeconomic policies in less developed countries, publishing his research in diverse scholarly journals such as *International Economic Review*, *Journal of Economic Dynamics and Control, Economica, Journal of International Economics, Journal of Monetary Economics, Oxford Economic Papers, Journal of Development Economics, European Economic Review*, and *Journal of Public Economics*. He was an associate editor of the *Journal of Development Economics* from 1990 to 1995 and has served as a consultant to The World Bank, the Inter-American Development Bank, and the United States Agency for International Development.
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