

(PALAS 310) Argentine Economy

Luis Ignacio Argüero, PhD.

Program in Argentine and Latin American Studies

Universidad de Belgrano

Course Syllabus 2024

Course Information

Tu 5.30 - 7 PM

Th 5.30-7 PM

Instruction in English

Contact Information

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Course Description

Once one of the richest and fastest growing economies in the world, Argentina is now entrenched in the rankings of the less developed countries. Nevertheless, in the last decade it has grown at a fast pace, one that was hard to predict in the days of the 2001-2002 crisis. That a country that was viewed as a pariah, effectively shut out of the international financial markets, could recover from its worst crisis, is the topic of academic and political discussions. In the last decade, the Argentine economy has had many ups and downs, with high inflation and unstable economic and institutional settings, that have created a very particular business environment. The course will provide a truly comprehensive perspective that will enable the students to analyze and understand the process experienced by the Argentine economy from the late 19th Century until the present days, focusing on the last decade of it. It will also present the current weaknesses and strengths of the Argentine economy for future economic growth, its participation in the global economy and the structure of its productive system. Due to its many particularities, Argentina can serve as a case study of sorts.

Course Requirements

Class participation is very important; there will be several class discussions, which will rely heavily on student participation. Students are expected to have their cameras on and are encouraged to participate in debates.

Students are expected to conduct research for the final paper and consult the digital library for that purpose. UB holds to the view that plagiarism constitutes intellectual theft and is a serious breach of acceptable conduct. Any student caught plagiarizing will immediately be given a "no credit" for all courses taken in the semester. There will be no make ups for classes falling on public holidays.

*For a better understanding of the comparable table for grading check online

<http://www.ub.edu.ar/studies-abroad/palas.php>

Grading Policy

Participation	10 %
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Paper presentation (oral & written)	30 %
Midterm	25 %
Final Exam	35 %

Required Textbooks and Materials

Luis Argüero, ed. *Course Reader*

Academic Calendar

Week 1 (March 5)

Introduction. Presentation of the course. Objectives. Regions of Argentina. History, autonomy and the federal system. Income and employment disparities.

Week 2 (March 12)

Brief description of Argentine economic performance in the long run, trends, cycles and current situation. Its socioeconomic performance compared to other Latin American countries. Brief explanation of development economics' fundamentals. Capital accumulation, growth and structural transformation. Economic growth vs. Economic development.

Week 3 (March 19)

The economy before independence. The sources of growth of the Argentine economy 1870-1914. Changes in Land, Labor & Capital accumulation. Agriculture in Argentina. Production and land ownership.

Week 4 (March 26)

The early interwar period. The downturn in the terms of trade. Causes of the decrease in the rate of capital accumulation.

Week 5 (April 2)

Argentina from 1930 to 1946. Changes in economic policy: import substitution industrialization in Argentina and Latin America. Democracy, coup d'état and internal migration.

The new world's economic scenario and its impact on Argentina. Neutrality and trade surplus during WWII.

Argentina from 1946 to 1955. The Peronist decade. Populism and government intervention. Different approaches to economic policy.

Week 6 (April 9)

Political instability and economic failures. The armed forces and Marxism in Latin America: The spread of the Cuban revolution. The School of the Americas and involvement of the USA in Latin American politics.

Argentina from Peron to the early 80's. Oil shocks and debt crisis. Poverty and unemployment. 80's: political tensions. Peronismo without Perón.

Hyperinflation. Economic and social costs of the Argentine development strategies.

Week 7 (April 16)

Argentina in the 90's. Menem's economic policy. The Convertibility Plan. Fiscal policies. Privatizations. The dependence of foreign capital flows. The Washington Consensus. Structural reforms.

Crisis in the region: Mexico and Brazil. Economic performance and external shocks. The path to Argentine crisis (1999 to 2001).

Week 8 (April 23)

Tuesday: Review for the midterm exam (online-synchronous)

Thursday Midterm exam

Week 9 (April 30)

Tuesday: Exam results (online – Synchronous).

Local currencies and bartering system. Destruction of the financial system. Government finances. Central government-Provinces relationships. Debt default and devaluation.

Week 10 (May 7)

The Kirchner era (2003- 2015). Nominal and real salary reduction. Protests, subsidies and social programs. The foundations of the Argentine recovery.

Consultations about written paper.

Week 11 (May 14)

Renegotiation of the external debt. Relations with IMF, World Bank, Inter American Development Bank and the Paris Club.

Agroindustrial exports as the key of Argentina turnaround. Agricultural production and manufacturing industry promotion: Can they co-exist?

Week 12 (May 21)

Oral presentations (25' each)

Week 13 (May 28)

Oral presentations (25' each)

Cristina Kirchner administration (2007-2015). Currency exchange controls and import restrictions. The economic crisis of 2008 and its impact on Argentina.

Social programs and poverty.

Week 14 (June 4)

The Macri administration (2015 - 2019). Fernández, the return of Peronism and the CoViD crisis.

Vaca Muerta and Argentina's shale oil and gas sector. Open discussion: Argentine economy in the 21st Century: Opportunities, threats and projections. Review for Final Exam

Week 15 (June 11)

Tuesday Final Exam

Thursday Feedback on the exam, overall performance and notification of final grade.

Bibliography

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