

## MICROECONOMICS OF DEVELOPMENT

### List of references for second half-semester

#### I. Risk coping and risk management under imperfect credit and insurance markets

##### 1.1. Vulnerability to shocks and consequences

- Jacoby, Hanan, and E. Skoufias. "Risk, Financial Markets and Human Capital in a Developing Country." *Review of Economic Studies*, Vol. 64, N. 3, (1997), pp. 311-335. [link](#)
- Glewwe, Paul and Gillette Hall. "Are some groups more vulnerable to macroeconomic shocks than others? Hypothesis tests based on panel data from Peru." *Journal of Development Economics*, Vol. 56, No. 1 (1998), pp.181-206 [pdf](#)
- Dercon, Stefan. "Growth and Shocks: Evidence from Rural Ethiopia" *Journal of Development Economics*, Vol. 74, No. 2 (2004), pp. 309-29 [link](#)
- Hoddinott J., and B. Kinsey. "Child Growth in the Time of Drought" *Oxford Bulletin of Economics and Statistics*, 63(4) (2001) pp: 409-436. [pdf](#)
- Alderman, H., J. Hoddinott, and B. Kinsey. "Long-term consequences of early childhood malnutrition" IFPRI FCND working paper 168, December 2003 [pdf](#)
- Jensen, Robert. "Agricultural Volatility and Investments in Children." *American Economic Review*, Vol. 90, No. 2 (May 2000), pp. 399-404 [pdf](#)
- de Janvry, Alain , Frederico Finan, Elisabeth Sadoulet, and Renos Vakis, "Can conditional cash transfer programs improve social risk management? Lessons for education and child labor outcomes" 2004 [pdf](#)

##### 1.2. Consumption smoothing:

- Townsend, Robert. "Risk and Insurance in Village India." *Econometrica*, May 1994, 62(3), pp. 539-91
- Jalan, Jyotsna and Martin Ravallion. "Are the poor less well insured? Evidence on vulnerability to income risk in rural China." *Journal of Development Economics*, Vol. 58, No. 1 (1999), pp. 61-81 [link](#)
- Kazianga Harounan and Christopher Udry. "Consumption Smoothing and Livestock in Rural Burkina Faso". 2004. [link](#)

##### 1.3. Response to shocks:

- Kochar, Anjini. 1999. "Smoothing Consumption by Smoothing Income: Hours of Work Responses to Idiosyncratic Agricultural Shocks in Rural India," *Review of Economics and Statistics*, 81: 50-61 [pdf](#)

#### II. Rural Financial Institutions

##### Theory and Models of particular institutions

- Ghatak, M; Guinnane, TW. "The economics of lending with joint liability: theory and practice." *Journal of Development Economics* 1999 OCT, V60 N1:195-228.
- Pitt, Mark, and Shahidur Khandker. " The Impact of Group Based Credit Programs on Poor Households in Bangladesh: Does the Gender of Participants Matter?" *Journal of Political Economy*, 1998, Vol.106 No. 5, pp. 958-996 [link](#)
- Navajas, Sergio, Jonathan Conning, and Claudio Gonzalez-Vega. "Lending Technologists, Competition and Consolidation in the Market for Microfinance in Bolivia." *Journal of International Development*, Vol 15, pp. 747-770 (2003)

McIntosh, Craig, Alain de Janvry, and Elisabeth Sadoulet. "How Rising Competition among Microfinance Lenders Affect Incumbent Village Bank", June 2003. [link](#)

### III. Local governance

#### 3.1. Cooperation in the management of common property resources

Baland, Jean-Marie and Jean-Philippe Platteau. 1996. Halting Degradation of Natural Resources: Is There a Role for Rural Communities? Cambridge University Press. Chapter 5. [scanned file \(18MB\)](#) and in three pieces: [part 1](#), [part 2](#), [part 3](#)

McCarthy, Nancy, Elisabeth Sadoulet, and Alain de Janvry. 2001. "Common Pool Resource Appropriation under Costly Cooperation". *Journal of Environmental Economics and Management*, 42: 297-309. [link](#)

Cardenas, Juan-Camilo. Real wealth and experimental cooperation: experiments in the field lab, *Journal of Development Economics* 70(2), (April 2003) pp. 263-289

#### 3.2. Decentralisation

A.D. Foster and M. R. Rosenzweig, (2004) Democratization, Decentralization and the Distribution of Local Public Goods in a Poor Rural Economy, unpublished, University of Pennsylvania, Philadelphia.

Alderman, Harold. (2002). Do Local Officials Know Something We Dont? Decentralization of Targeted Transfers in Albania. *Journal of Public Economics* 83 375-404.

Bardhan, Pranab and Dilip Mookherjee. (2001). Decentralizing Anti-Poverty Program Delivery in Developing Countries. Forthcoming in *Journal of Public Economics* [link](#)

Bardhan, Pranab and Dilip Mookherjee. (2001). Pro-Poor Targeting and Accountability of Local Governments in West Bengal [link](#)

Galasso, Emanuela and Martin Ravallion. (2001). Decentralized Targeting of an Anti-Poverty Program. Forthcoming in *Journal of Public Economics* [link](#)

J-P. Faguet, (2001) Does Decentralization Increase Government Responsiveness to Local Needs? Decentralization and Public Investment in Bolivia, *Journal of Public Economics*, Volume 88, Issues 3-4, March 2004, Pages 867-893 [link](#)

### IV. Overview of History of Thought Development Economics

Thorbecke, Erik. 2000. "The Evolution of the Development Doctrine and the Role of Foreign Aid, 1950-2000". in Finn Tarp (ed.) *Foreign Aid and Development*, Taylor and Francis Group. [chapter](#).

David Lindauer and Lant Pritchett. "What is the Big Idea? The Third Generation of Policies for Economic Growth"

### V. Credit Constraint

McKenzie David J. and Christopher Woodruff. "Do Entry Costs Provide an Empirical basis for Poverty Traps? Evidence from Mexican Microenterprises". [link](#)

Esther Duflo and Abhijit V. Banerjee. Do Firms Want to Borrow More? Testing Credit Constraints Using a Directed Lending Program. August 2004. [link](#)

### VI. Issues in Globalization

Harrison, Ann and Margaret McMillan. "Does direct foreign investment affect domestic firm credit constraints?", October 2003, *Journal of International Economics*, Volume 61, issue 1 pages 73-100. [pdf](#)

Harrison, Ann and Gunnar Eskeland. 2003. "Moving to Greener Pastures? Multinationals and the Pollution Haven Hypothesis" *Journal of Development Economics*, Volume 70, Issue 1, Pages 1-23. [link](#)

Verhoogen, Eric. "Trade, Quality Upgrading and Wage Inequality in the Mexican Manufacturing Sector: Theory and Evidence from an Exchange Rate Shock." Jan. 2004. [pdf](#)

## VII Land Reform

\*Banerjee, A.V., P. Gertler and M. Ghatak (2002): "Empowerment and Efficiency: Tenancy Reform in West Bengal", *Journal of Political Economy*, 110 (2).[link](#)

\*Besley, T. and Burgess, R. (2000): "Land Reform, Poverty and Growth: Evidence from India". *Quarterly Journal of Economics*, [link](#)