This mini-course focuses on recent developments in the literature at the intersection of international trade and macroeconomics. It analyzes how international macroeconomic models can shed new light on long-standing and novel questions when the models include richer trade microfoundations than usually assumed in benchmark setups. We will pay special attention to the roles of producer entry and exit in domestic and export markets, and how firm heterogeneity contributes to shape aggregate outcomes.

The course will be structured in four main parts:

1. International Trade and Macroeconomic Dynamics: The Roles of Producer Entry and Selection into Markets
2. International Trade and Macroeconomic Dynamics: Different Perspectives on the Extensive Margin
3. FDI, Offshoring, and International Business Cycles with Heterogeneous Producers
4. Labor Market Frictions and the Consequences of Trade Integration

If time permits, I will mention some recent work on monetary policy in the framework developed in Part 4.

The course will draw on a selection of papers from the reading list below.

**Reading List**


