

# EUROPEAN SUMMER SYMPOSIUM IN INTERNATIONAL MACROECONOMICS (ESSIM) 2017

Hosted by the Banco de España

Tarragona, Spain, 23-26 May 2017

## Programme

### Tuesday 23 May

14.00 - 14.30	Registration and Coffee
<b>MEF</b>	<b>Monetary Economics and Fluctuations Programme Presentations</b>
14.30 – 15.20	<b>Fiscal consolidation and firm investment: Evidence from the German manufacturing industry</b> <u>*Silvia Albrizio</u> (Banco de España) Stefan Lamp (Toulouse School of Economics)
<i>Discussant:</i>	<i>Dmitriy Sergeyev (Bocconi University and CEPR)</i>
15.20 – 16.10	<b>The Macroeconomic Impact of Microeconomic Shocks: Beyond Hulten's Theorem</b> <u>*David Rezza Bagae</u> (London School of Economics) Emmanuel Farhi (Harvard University and CEPR)
<i>Discussant:</i>	<i>Basile Grassi (University of Oxford)</i>
16.10 – 16.40	Coffee break
16.40 – 17.30	<b>Internal Devaluation and Macroeconomic Adjustment: Lessons from the Great Recession in the US</b> <u>*Riccardo Trezzi</u> (Federal Reserve Board) Giancarlo Corsetti (University of Cambridge and CEPR) and Luca Dedola (European Central Bank and CEPR)
<i>Discussant:</i>	<i>Omar Rachedi (Banco de España)</i>
17.30 – 18.20	<b>The Macroeconomic Impact of Money Market Freezes</b> <u>*Fiorella De Fiore</u> (European Central Bank and CEPR) Marie Hoerova (European Central Bank and CEPR) and Harald Uhlig (University of Chicago and CEPR)
<i>Discussant:</i>	<i>Farzad Saidi (Stockholm School of Economics and CEPR)</i>
18.20 – 18.30	Coffee break
18.30 – 19.20	<b>Asset Price Bubbles and Monetary Policy in a New Keynesian Model with Overlapping Generations</b> <u>*Jordi Galí</u> (CREI and CEPR)
<i>Discussant:</i>	<i>Marc Giannoni (Federal Reserve Bank of New York and CEPR)</i>

## **Wednesday 24 May**

### **MEF Monetary Economics and Fluctuations Programme Presentations (cont.)**

**09.00 – 09.50**

#### **Pricing When Customers Care about Fairness but Misinfer Markups**

**\*Pascal Michailat** (Brown University and CEPR)

Erik Eyster and Kristóf Madarász (both London School of Economics and CEPR)

*Discussant:*

*Stéphane Dupraz (Columbia University)*

**09.50 – 10.40**

#### **Nominal Rigidity and the Microeconomic Origin of Aggregate Fluctuations**

**\*Raphael Schoenle** (Brandeis University)

Ernesto Pasten (Central Bank of Chile and Toulouse School of Economics) and Michael Weber (Booth School of Business, University of Chicago)

*Discussant:*

*Glenn Magerman (ECARES, Université libre de Bruxelles)*

**10.40 – 11.10**

#### **Coffee break**

**11.10 – 12.00**

#### **Income Inequality, Financial Crises and Monetary Policy**

**\*Jae Sim** (Federal Reserve Board)

Isabel Cairó (Federal Reserve Board)

*Discussant:*

*Ralph Luetticke (University College London)*

### **Plenary Sessions**

**15.30 – 16.30**

#### **On the optimal design of a Financial Stability Fund**

**\*Ramon Marimon** (European University Institute and CEPR)

Arpad Abraham (European University Institute), Eva Carceles-Poveda (SUNY at Stony Brook) and Yan Liu (Wuhan University)

*Discussant:*

*James Costain (Banco de España)*

**16.30 – 17.30**

#### **Divergent Risk-Attitudes and Endogenous Collateral Constraints**

**\*Ester Faia** (Goethe University Frankfurt and CEPR)

Giuliano Curatola (Goethe University Frankfurt)

*Discussant:*

*Eduardo Dávila (New York University)*

**17.30 – 18.00**

#### **Coffee break**

**18.00 – 19.00**

#### **Cereals, Appropriability and Hierarchy**

**\*Luigi Pascali** (Universitat Pompeu Fabra, University of Warwick and CEPR)

Joram Mayshar (Hebrew University of Jerusalem), Omer Moav (University of Warwick and CEPR) and Zvika Neeman (Tel-Aviv University)

*Discussant:*

*Sascha O. Becker (University of Warwick and CEPR)*

**19.00 – 20.30**

#### **Dinner**

**20.30 – 21.30**

#### **TFP, News, and "Sentiments:" The International Transmission of Business Cycles**

**\*Andrei A. Levchenko** (University of Michigan)

Nitya Pandalai-Nayar (University of Michigan)

*Discussant:*

*Kenza Benhima (Université de Lausanne and CEPR)*

## Wednesday 24 May (cont).

**21.30 - 22.30**      **Consumption and House Prices in the Great Recession**  
\*Giovanni L. Violante (New York University and CEPR)  
 Greg Kaplan (University of Chicago) and Kurt Mitman (IIES Stockholm and CEPR)

*Discussant:*      *James Cloyne (University of California, Davis and CEPR)*

## Thursday 25 May

### Plenary Sessions

**09.00 – 10.00**      **A Model of the International Monetary System**  
\*Emmanuel Farhi (Harvard University and CEPR)  
 Matteo Maggiori (Harvard University and CEPR)

*Discussant:*      *Fernando A Broner (CREI and CEPR)*

**10.00 – 11.00**      **Unbalanced Growth Slowdown**  
\*Akos Valentinyi (University of Manchester and CEPR)  
 Georg Duernecker (University of Mannheim and CEPR) and Berthold Herrendorf (Arizona State University)

*Discussant:*      *Zsolt Barany (Sciences Po, Paris)*

**11.00 – 11.30**      **Coffee break**

**11.30 – 12.30**      **The Secular Stagnation of Investment**  
\*Thomas Philippon (New York University and CEPR)  
 Callum Jones (New York University)

*Discussant:*      *Gregory Thwaites (Bank of England)*

**12.30 – 13.30**      **How Destructive is Innovation?**  
\*Chang-Tai Hsieh (Booth School of Business, University of Chicago and CEPR)  
 Daniel Garcia-Macia (IMF) and Peter J. Klenow (Stanford University)

*Discussant:*      *Jaume Ventura (CREI and CEPR)*

### **International Macroeconomics and Finance (IMF)**

**15.30 – 16.20**      **Aggregate Demand Externalities in a Global Liquidity Trap**  
\*Luca Fornaro (CREI and CEPR)  
 Federica Romei (Stockholm School of Economics and CEPR)

*Discussant:*      *Dennis Novy (University of Warwick and CEPR)*

**16.20 – 17.10**      **Economic Integration and the Non-Tradable Sector: The European Experience**  
\*Sophie Piton (CEPII, France and Paris School of Economics)

*Discussant:*      *Pierre-Olivier Gourinchas (University of California, Berkeley and CEPR)*

### **Macroeconomic and Growth (MG)**

**Capital Allocation Across Regions, Sectors and Firms - Evidence from a Commodity Boom in Brazil**

\*Paula Bustos (CEMFI and CEPR)  
 Gabriel Garber (DEPEP, Central Bank of Brazil) and Jacopo Ponticelli (University of Chicago Booth School of Business)  
*Martí Mestieri (Northwestern University and CEPR)*

**Capital Misallocation and Secular Stagnation**

\*Ander Pérez-Orive (Federal Reserve Board)  
 Andrea Caggese (Universitat Pompeu Fabra, CREI, & Barcelona GSE)  
*Josep Pijoan-Mas (CEMFI and CEPR)*

## **Thursday 25 May (cont.)**

17.10 – 17.40	Coffee break	
17.40 – 18.30	<b>IMF (Cont.)</b> <b>The Real Exchange Rate, Innovation and Productivity: A Cross-country Firm-level Analysis</b> <u>*Harald Fadinger</u> (University of Mannheim and CEPR) Laura Alfaro (Harvard Business School), Alejandro Cuñat (University of Vienna), Yanping Liu (University of Mannheim)	<b>MG (Cont.)</b> <b>Slowing Women's Labor Force Participation: The Role of Rising Income Inequality</b> <u>*Stefania Albanesi</u> (University of Pittsburgh and CEPR) Maria J. Prados (University of Southern California)
Discussant:	<i>Bent E Sørensen (University of Houston and CEPR)</i>	<i>Sang Yoon Lee (Toulouse School of Economics and CEPR)</i>

## **Friday 26 May**

08.50 – 09.40	<b>IMF</b> <b>Global Imbalances from a Stock Perspective</b> <u>*Ángel Estrada</u> (Banco de España), Enrique Alberola (Bank for International Settlements) and Francesca Viani (Banco de España)	<b>MG</b> <b>Family Planning and Development: Aggregate Effects of Contraceptive Use</b> <u>*Tiago Cavalcanti</u> (Cambridge University and CEPR) Georgi Kocharkov (University of Konstanz) and Cezar Santos (EPGE/FGV-Rio)
Discussant:	<i>Cédric Tille (The Graduate Institute, Geneva and CEPR)</i>	<i>Paula Gobbi (Université Catholique de Louvain and CEPR)</i>
09.40 – 10.30	<b>An Equilibrium Theory of Determinate Nominal Exchange Rates, Current Accounts and Asset Flows</b> <u>*Marcus Hagedorn</u> (University of Oslo and CEPR)	<b>Globalization and Political Structure</b> <u>*Gino A Gancia</u> (Universitat Pompeu Fabra and CEPR) Giacomo Ponzetto and Jaume Ventura (both CREI and CEPR)
Discussant:	<i>Robert Kollmann (ECARES, Université Libre de Bruxelles and CEPR)</i>	<i>Graziella Bertocchi (Università di Modena e Reggio Emilia and CEPR)</i>
10.30 – 11.00	Coffee Break	
11.00 – 11.50	<b>International Credit Supply Shocks</b> <u>*Andrea Ferrero</u> (University of Oxford) Alessandro Rebucci (Johns Hopkins University) and Ambrogio Cesa-Bianchi (Bank of England)	<b>Das House-Kapital: A Long Term Housing &amp; Macro Model</b> <u>*Volker Grossmann</u> (University of Fribourg) Thomas Steger (Leipzig University, CESifo, Halle Institute for Economic Research - IWH) Pietro Reichlin (LUISS Guido Carli and CEPR)
Discussant:	<i>Aitor Erce (European Stability Mechanism)</i>	<i>Pietro Reichlin (LUISS Guido Carli and CEPR)</i>
11.50 – 12.40	<b>Does a big bazooka matter? Central bank balance sheet policies and exchange rates</b> <u>*Luca Dedola</u> (European Central Bank and CEPR) Georgios Georgiadis, Johannes Graeb and Arnaud Mehl (all European Central Bank)	<b>Integrated assessment in a multi-region world with multiple energy sources and endogenous technical change</b> <u>*John Hassler</u> (IIES Stockholm and CEPR) Per Krusell (IIES Stockholm and CEPR) and Michael Reiter, IHS Vienna
Discussant:	<i>Ambrogio Cesa-Bianchi (Bank of England)</i>	<i>David Hémous (University of Zurich and CEPR)</i>
12.40 – 12.50	Coffee Break	

## **Friday 26 May (cont.)**

	<b>IMF (Cont.)</b>	<b>MG (Cont.)</b>
<b>12.50 – 13.40</b>	<b>The Economics of Sovereign Debt, Bailouts and the Eurozone Crisis</b> <b>*Philippe Martin</b> (Sciences Po, Paris and CEPR) Pierre-Olivier Gourinchas (University of California, Berkeley and CEPR)	<b>The ICT Revolution and Italy's Two Lost Decades</b> <b>*Tom Schmitz</b> (IGIER, Bocconi University) Fabiano Schivardi (IGIER, Bocconi University, EIEF and CEPR)
<i>Discussant:</i>	<i>Dirk Niepelt (Study Center Gerzensee, University of Bern and CEPR)</i>	<i>Georg Duernecker (University of Mannheim and CEPR)</i>

\* Indicates the presenter

### **The timings of the plenary sessions are:**

40 minutes plenary presentation, including some questions

15 minutes discussion

5 minutes for additional questions

### **Organisers**

Philippe Bacchetta (HEC - Université de Lausanne and CEPR)

Francesco Caselli (London School of Economics and CEPR)

James Costain (Banco de España)

Wouter den Haan (London School of Economics and CEPR)