

# 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

### **MEF Monetary Economics and Fluctuations Programme Presentations**

14.30 – 15.20 **Fiscal consolidation and firm investment: Evidence from the German manufacturing industry**

\***Silvia Albrizio** (Banco de España)  
Stefan Lamp (Toulouse School of Economics)  
*Presentation*

*Discussant:* *Dmitriy Sergeyev (Bocconi University and CEPR)*  
*Presentation*

15.20 – 16.10 **The Macroeconomic Impact of Microeconomic Shocks: Beyond Hulten's Theorem**

\***David Rezza Baqaee** (London School of Economics)  
Emmanuel Farhi (Harvard University and CEPR)  
*Presentation*

*Discussant:* *Basile Grassi (University of Oxford)*  
*Presentation*

16.10 – 16.40 **Coffee break**

16.40 – 17.30 **Internal Devaluation and Macroeconomic Adjustment: Lessons from the Great Recession in the US**

\***Riccardo Trezzi** (Federal Reserve Board)  
Giancarlo Corsetti (University of Cambridge and CEPR) and Luca Dedola (European Central Bank and CEPR)  
*Presentation*

*Discussant:* *Omar Rachedi (Banco de España)*  
*Presentation*

17.30 – 18.20 **The Macroeconomic Impact of Money Market Freezes**

\***Fiorella De Fiore** (European Central Bank and CEPR)  
Marie Hoerova (European Central Bank and CEPR) and Harald Uhlig (University of Chicago and CEPR)  
*Presentation*

*Discussant:* *Farzad Saidi (Stockholm School of Economics and CEPR)*  
*Presentation*

18.20 – 18.30 **Coffee break**

**18.30 – 19.20**      **Asset Price Bubbles and Monetary Policy in a New Keynesian Model with Overlapping Generations**  
**\*Jordi Galí** (CREI and CEPR)  
*Presentation*

*Discussant:*      *Marc Giannoni (Federal Reserve Bank of New York and CEPR)*  
*Presentation*

### **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)  
*Presentation*

*Discussant:*      *Stéphane Dupraz (Columbia University)*  
*Presentation*

**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)  
*Presentation*

*Discussant:*      *Glenn Magerman (ECARES, Université libre de Bruxelles)*  
*Presentation*

**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)  
*Presentation*

*Discussant:*      *Ralph Luetticke (University College London)*  
*Presentation*

### **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)  
*Presentation*

*Discussant:*      *James Costain (Banco de España)*  
*Presentation*

**16.30 – 17.30**      **Divergent Risk-Attitudes and Endogenous Collateral Constraints**  
**\*Ester Faia** (Goethe University Frankfurt and CEPR)  
Giuliano Curatola (Goethe University Frankfurt)  
*Presentation*

*Discussant:*      *Eduardo Dávila (New York University)*  
*Presentation*

**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)

*Presentation*

*Discussant:*

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

*Presentation*

**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)

*Presentation*

*Discussant:*

*Kenza Benhima (Université de Lausanne and CEPR)*

*Presentation*

**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)

*Presentation*

*Discussant:*

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

*Presentation*

## **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)

*Presentation*

*Discussant:*

*Fernando A Broner (CREI and CEPR)*

*Presentation*

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)

*Presentation*

*Discussant:*

*Zsofia Barany (Sciences Po, Paris)*

*Presentation*

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)

*Presentation*

*Discussant:*

*Gregory Thwaites (Bank of England)*

*Presentation*

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)

*Presentation*

*Discussant:*

*Jaume Ventura (CREI and CEPR)*

*Presentation*

### **Parallel Sessions**

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

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

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)

*Presentation*

#### **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)

*Presentation*

*Discussant:*

*Dennis Novy (University of Warwick and CEPR)*

*Presentation*

*Martí Mestieri (Northwestern University and CEPR)*

*Presentation*

<b>16.20 – 17.10</b>	<b>Economic Integration and the Non-Tradable Sector: The European Experience</b> <b>*Sophie Piton</b> (CEPII, France and Paris School of Economics) <i>Presentation</i>	<b>Capital Misallocation and Secular Stagnation</b> <b>*Ander Pérez-Orive</b> (Federal Reserve Board) Andrea Caggese (Universitat Pompeu Fabra, CREI, & Barcelona GSE) <i>Presentation</i>
<i>Discussant:</i>	<i>Pierre-Olivier Gourinchas (University of California, Berkeley and CEPR)</i> <i>Presentation</i>	<i>Josep Pijoan-Mas (CEMFI and CEPR)</i> <i>Presentation</i>
<b>17.10 – 17.40</b>	<b>Coffee break</b>	
<b>17.40 – 18.30</b>	<b>The Real Exchange Rate, Innovation and Productivity: A Cross-country Firm-level Analysis</b> <b>*Harald Fadinger</b> (University of Mannheim and CEPR) Laura Alfaro (Harvard Business School), Alejandro Cuñat (University of Vienna), Yanping Liu (University of Mannheim) <i>Presentation</i>	<b>Slowing Women's Labor Force Participation: The Role of Rising Income Inequality</b> <b>*Stefania Albanesi</b> (University of Pittsburgh and CEPR) Maria J. Prados (University of Southern California) <i>Presentation</i>
<i>Discussant:</i>	<i>Bent E Sørensen (University of Houston and CEPR)</i> <i>Presentation</i>	<i>Sang Yoon Lee (Toulouse School of Economics and CEPR)</i> <i>Presentation</i>

## **Friday 26 May**

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

<b>08.50 – 09.40</b>	<b>Global Imbalances from a Stock Perspective</b> <b>*Ángel Estrada</b> (Banco de España) Enrique Alberola (Bank for International Settlements) and Francesca Viani (Banco de España) <i>Presentation</i>
<i>Discussant:</i>	<i>Cédric Tille (The Graduate Institute, Geneva and CEPR)</i> <i>Presentation</i>
<b>09.40 – 10.30</b>	<b>An Equilibrium Theory of Determinate Nominal Exchange Rates, Current Accounts and Asset Flows</b> <b>*Marcus Hagedorn</b> (University of Oslo and CEPR) <i>Presentation</i>
<i>Discussant:</i>	<i>Robert Kollmann (ECARES, Université Libre de Bruxelles and CEPR)</i> <i>Presentation</i>
<b>10.30 – 11.00</b>	<b>Coffee Break</b>

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

<b>Family Planning and Development: Aggregate Effects of Contraceptive Use</b> <b>*Tiago Cavalcanti</b> (Cambridge University and CEPR) Georgi Kocharkov (University of Konstanz) and Cezar Santos (EPGE/FGV-Rio) <i>Presentation</i>
<i>Discussant:</i>
<i>Paula Gobbi (Université Catholique de Louvain and CEPR)</i> <i>Presentation</i>
<b>Globalization and Political Structure</b> <b>*Gino A Gancia</b> (Universitat Pompeu Fabra and CEPR) Giacomo Ponzetto and Jaume Ventura (both CREI and CEPR) <i>Presentation</i>
<i>Discussant:</i>
<i>Graziella Bertocchi (Università di Modena e Reggio Emilia and CEPR)</i> <i>Presentation</i>

<b>11.00 – 11.50</b>	<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) <i>Presentation</i>	<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) <i>Presentation</i>
<i>Discussant:</i>	<i>Aitor Erce (European Stability Mechanism)</i> <i>Presentation</i>	<i>Pietro Reichlin (LUISS Guido Carli and CEPR)</i> <i>Presentation</i>
<b>11.50 – 12.40</b>	<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) <i>Presentation</i>	<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 <i>Presentation</i>
<i>Discussant:</i>	<i>Ambrogio Cesa-Bianchi (Bank of England)</i> <i>Presentation</i>	<i>David Hémous (University of Zurich and CEPR)</i> <i>Presentation</i>
<b>12.40 – 12.50</b>	<b>Coffee Break</b>	
<b>12.50 – 13.40</b>	<b>The Economics of Sovereign Debt, Bailouts and the Eurozone Crisis</b> <u>*Philippe Martin</u> (Sciences Po, Paris and CEPR) Pierre-Olivier Gourinchas (University of California, Berkeley and CEPR) <i>Presentation</i>	<b>The ICT Revolution and Italy's Two Lost Decades</b> <u>*Tom Schmitz</u> (IGIER, Bocconi University) Fabiano Schivardi (IGIER, Bocconi University, EIEF and CEPR) <i>Presentation</i>
<i>Discussant:</i>	<i>Dirk Niepelt (Study Center Gerzensee, University of Bern and CEPR)</i> <i>Presentation</i>	<i>Georg Duernecker (University of Mannheim and CEPR)</i> <i>Presentation</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)