Joint ECB, EABCN and FRB Atlanta conference

Nonlinearities in macroeconomics and finance in the light of crises

Monday, 15 and Tuesday 16 December 2014
Steigenberger Frankfurter Hof
Frankfurt am Main

programme
Monday, 15 December 2014

10 a.m.  Registration

10.30 a.m.  Introductory remarks
            Vítor Constâncio, Vice-President, European Central Bank

Session 1: The Great Recession and the zero lower bound
Chair: João Sousa, European Central Bank

10.45 a.m.  Macroeconomic dynamics near the zero lower bound: a tale of two countries
            S. Boragan Aruoba and Pablo Cuba-Borda, University of Maryland,
            Frank Schorfheide*, University of Pennsylvania and CEPR
            Discussant: Morten Ravn, University College London and CEPR

11.40 a.m.  Understanding the Great Recession
            Lawrence J. Christiano and Martin S. Eichenbaum, Northwestern University;
            Matthias Trabandt*, Board of Governors of the Federal Reserve System
            Discussant: Pedro Silos, Federal Reserve Bank of Atlanta

12.35 p.m.  Lunch

1.30 p.m.  Poster session 1

Session 2: Monetary Union and exchange rates
Chair: Livio Stracca, European Central Bank

2.30 p.m.  Financial frictions and Monetary Union
            Simon Gilchrist, Boston University and National Bureau of Economic Research;
            Raphael Schoenle, Brandeis University; Jae Sim* and Egon Zakrajsek,
            Board of Governors of the Federal Reserve System
            Discussant: Olivier Loisel, Centre for Research in Economics and Statistics, ENSEA

3.25 p.m.  Destabilising carry trades
            Guillaume Plantin*, Toulouse School of Economics and CEPR; Hyun Song Shin,
            Bank for International Settlements and CEPR
            Discussant: Chris Otrok, University of Missouri

4.20 p.m.  Coffee break

Session 3: Housing
Chair: Carsten Detken, European Central Bank

4.40 p.m.  Collateral constraints and macroeconomic asymmetries
            Luca Guerrieri and Matteo Iacoviello*, Board of Governors of the Federal Reserve System
            Discussant: Raf Wouters, Nationale Bank van België/Banque Nationale de Belgique and CEPR

5.35 p.m.  – 6.30 p.m.  Credit supply and the housing boom
            Alejandro Justiniano, Federal Reserve Bank of Chicago; Giorgio Primiceri*, Northwestern
            University and CEPR; Andrea Tambalotti, Federal Reserve Bank of New York
            Discussant: Monika Piazzesi, Stanford University and CEPR
Tuesday, 16 December 2014

Session 4: Macro-finance and asset pricing  
Chair: Oreste Tristani, European Central Bank

9 a.m.  
**Keynote speech: Expanding the linear SVAR to jointly model financial and macro variables**  
Christopher A. Sims, Princeton University

10.10 a.m.  
**A macroeconomic model of equities and real, nominal and defaultable debt**  
Eric Swanson, University of California, Irvine  
Discussant: Jean-Paul Renne, Banque de France

11.05 a.m.  
Coffee break

Session 5: Fiscal policy  
Chair: Günter Coenen, European Central Bank

11.35 a.m.  
**Fiscal multipliers in a non-linear world**  
Jesper Linde*, Sveriges Riksbank and CEPR; Matthias Trabandt, Board of Governors of the Federal Reserve System  
Discussant: Robert Kollmann, European Center for Advanced Research in Economics and Statistics (ECARES) and CEPR

12.30 p.m.  
**Does austerity pay off?**  
Benjamin Born, Mannheim University; Gernot Müller*, Bonn University and CEPR; Johannes Pfeifer, Mannheim University  
Discussant: Tomasz Wieladek, Bank of England and CEPR

1.25 p.m.  
Lunch

2.10 p.m.  
**Poster session 2**

Session 6: Multiple equilibria and credit  
Chair: Simone Manganelli, European Central Bank

3.10 p.m.  
**Self-fulfilling debt crises: can monetary policy help?**  
Philippe Bacchetta*, University of Lausanne and CEPR, Elena Perazzi, University of Lausanne and Eric van Wincoop, University of Virginia  
Discussant: Luca Dedola, European Central Bank

4.05 p.m.  
**Payments and credit**  
Monika Piazzesi and Martin Schneider*, Stanford University and CEPR  
Discussant: Vincenzo Quadrini, University of California, Irvine and CEPR

5 p.m.  
End of conference

* Indicates the presenter. Sessions are divided into 30 minutes for the presenter, 15 minutes for the discussant and 10 minutes for general discussion
Monday, 15 December 2014

Poster session 1 -
posters will be presented in Saal 11

Monetary and Fiscal Policy Interactions: Leeper (91) Redux
Guido Ascan*, University of Oxford; Anna Florio, Politecnico di Milano;
Alessandro Gobbi, Università Cattolica del Sacro Cuore

A dynamic network model of the unsecured interbank lending market
Falk Bräuning* and Francisco Blasques, VU University Amsterdam
and Tinbergen Institute; Iman van Lelyveld, De Nederlandsche Bank

Identifying booms and busts in house prices under heterogeneous expectations
Wilko Bolt*, De Nederlandsche Bank; Cees Diks, University of Amsterdam;
Maria Demertzis, De Nederlandsche Bank; Cars Hommes and Marco van der Leij, University of Amsterdam

International capital flows and the boom-bust cycle in Spain
Jan in’t Veld, European Commission; Robert Kollmann*, European Center
for Advanced Research in Economics and Statistics (ECARES) and CEPR;
Beatrice Pataracchia, Marco Ratto and Werner Roeger, European Commission

Lower bounds on approximation errors: testing the hypothesis that a numerical solution is accurate
Kenneth L. Judd, Lilia Maliar* and Serguei Maliar, Stanford University

How does monetary policy propagate when financial market volatility is low?
Sandra Eickmeier, Norbert Metiu* and Esteban Prieto,
Deutsche Bundesbank

Optimal capital controls and real exchange rate policies: a pecuniary externality perspective
Gianluca Benigno, London School of Economics and Political Science and CEPR;
Huigang Chen, MarketShare Partners; Christopher Otrok*, Federal Reserve Bank of St. Louis and University of Missouri; Alessandro Rebucci, Johns Hopkins University and Inter-American Development Bank; Eric R Young, University of Virginia

Bank liabilities channel
Vincenzo Quadrini, University of California, Irvine and CEPR
Tuesday, 16 December 2014

Poster session 2 -
posters will be presented in Saal 11

Regime-dependent sovereign risk pricing: the role of credit derivatives
Anne-Laure Delatte*, French National Centre for Scientific Research and CEPR;
Julien Fouquau, NEOMA Business School; Richard Portes, London Business School

Capital flows, intermediation frictions and the adjustment to common shocks
Ivan Jaccard* and Frank Smets, European Central Bank and CEPR

Optimal monetary and prudential policies
Fabrice Collard and Harris Dellas, University of Bern and CEPR;
Behzad Diba, Georgetown University;
Olivier Loisel*, Centre for Research in Economics and Statistics, ENSAE

New solution algorithms for Markov-switching rational expectations models
Junior Maih, Norges Bank

State-dependent pricing and the paradox of flexibility
Luca Dedola and Anton Nakov*, European Central Bank and CEPR

Large time-varying parameter VAR: a non-parametric approach
George Kapetanios, Queen Mary University of London;
Massimiliano Marcellino, Bocconi University and CEPR; Fabrizio Venditti*, Banca d'Italia

The varying coefficient Bayesian panel VAR model
Tomasz Wieladek, Bank of England and CEPR
Conference dates
Monday, 15 and Tuesday, 16 December 2014

Conference venue
Steigenberger Frankfurter Hof
Saal 15
Am Kaiserplatz
60311 Frankfurt am Main

Dinner time and venue
Monday, 15 December 2014, 8 p.m.
Brückenkeller
Schützenstraße 6
60311 Frankfurt am Main

By invitation only

Dinner speech
Frank Smets, European Central Bank,
Co-ordinator Counsel to the Executive Board

Organisers
Gianni Amisano
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Please note that this programme may be subject to change without notice.