

# Third Annual Workshop on Global Interdependence

**Hosted by**  
CREI, Universitat Pompeu Fabra

Organizers: Philippe Bacchetta and Fernando Broner

Barcelona, 28-29 March 2008  
Room 40.144, Roger de Llúria Building

## PROGRAMME

**For the 60 min slots authors have 35 min, discussants 15 min and there is 10 min for open discussion. For the 30-min slots authors have 25 min and there is 5 min for open discussion.**

### Friday, March 28

- 09:30-10:30    **International Portfolios with Supply, Demand, and Redistributive Shocks**  
\*Nicolas Coeurdacier (London Business School)  
Robert Kollmann (ECARES)  
Philippe Martin (Paris School of Economics)
- Discussant:*    *Jaume Ventura (CREI, Universitat Pompeu Fabra, CEPR)*
- 10:30-11:30    **The Role of Multinational Production in Cross-country Risk Sharing**  
Natalia Ramondo (University of Texas-Austin)  
\*Veronica Rappoport (Columbia Business School)
- Discussant:*    *Tommaso Monacelli (IGIER, Università Bocconi, CEPR)*
- 11:30-12:00    Coffee Break
- 12:00-12:30    **Where did all the Borrowing go? A Forensic Analysis of the U.S. External Position**  
Philip R. Lane (IIIS, Trinity College Dublin, CEPR)  
\*Gian Maria Milesi-Ferretti (IMF, CEPR)
- 12:30-13:00    **Where did Capital Flow? Fifty Years of International Rate of Return Differentials and Capital Flows**  
Lee E. Ohanian (University of California, Los Angeles)  
\*Mark L. J. Wright (University of California, Los Angeles)
- 13:00-14:30    Lunch
- 14:30-15:30    **Who's afraid of a Globalized World? Foreign Direct Investments, Local Knowledge and Allocation of Talents**  
\*Giovanni Pica (Università di Salerno, CSEF)  
José V. Rodríguez Mora (University of Edinburgh, CEPR)
- Discussant:*    *Andrei Levchenko (IMF)*

15:30-16:30 **How do the Prices of Different Goods Respond to Exchange Rate Shocks? A Model of Quality Pricing to Market**  
\*Raphael Auer (Swiss National Bank)  
Thomas Chaney (University of Chicago)

*Discussant: Giancarlo Corsetti (European University Institute, CEPR)*

16:30-17:00 Coffee Break

17:00-18:00 **Current Account Dynamics and Monetary Policy**  
\*Andrea Ferrero (FRB of New York)  
Mark Gertler (New York University)  
Lars E. O. Svensson (Sveriges Riksbank)

*Discussant: Luca Dedola (ECB, CEPR)*

### **Saturday, March 29**

09:30-10:30 **Putting the Parts Together: Trade, Vertical Linkages, and Business Cycle Co-movement**  
\*Julian di Giovanni (IMF)  
Andrei A. Levchenko (University of Chicago GSB, IMF)

*Discussant: Jean Imbs (HEC-Lausanne, Swiss Finance Institute, CEPR)*

10:30-11:30 **Not all Oil Price Shocks are Alike: Disentangling Demand and Supply Shocks in the Crude Oil Market**  
Lutz Kilian (University of Michigan, CEPR)

*Discussant: Thijs van Rens (CREI, Universitat Pompeu Fabra, CEPR)*

11:30-12:00 Coffee Break

12:00-12:30 **Quotas and Voting shares in the IMF: Theory and Evidence**  
Martin Gonzalez-Eiras (Universidad de San Andres)

12:30-13:00 **Free Flows, Limited Diversification: Explaining the Fall and Rise of Stock Market Correlations, 1890-2001**  
Dennis Quinn (Georgetown University)  
\*Hans-Joachim Voth (UPF-ICREA, CREI, CEPR)

13:00-14:30 Lunch

14:30-15:30 **Capital Flows and Asset Prices in an Open Economy with Asymmetric Information**  
\*Cedric Tille (University of Geneva, CEPR)  
Eric van Wincoop (University of Virginia)

*Discussant: Robert Kollmann (Université Libre de Bruxelles, ECARES, CEPR)*

15:30-16:30 **Trade Credit and Sovereign Debt**  
\*Emanuel Kohlscheen (University of Warwick)  
Stephen O'Connell (Swarthmore College)

*Discussant: Alberto Martin (CREI, Universitat Pompeu Fabra, CEPR)*

### **Organizers**

Philippe Bacchetta (Study Center Gerzensee, Université de Lausanne and CEPR)  
Fernando A Broner (CREI, Universitat Pompeu Fabra, CEPR)