

Conference on International Adjustment

Hosted by the National Bank of Belgium

Organized by

CEPR, ECARES (Université Libre de Bruxelles), University of Leuven, and the National Bank of Belgium

Supported by

Interuniversity Attraction Pole 'Economic policy and finance in the global economy' (Belgian Federal Government)

Fonds voor Wetenschappelijk Onderzoek; Fonds National de la Recherche Scientifique
National Bank of Belgium (grant to Université Libre de Bruxelles)

Brussels; 9-10 November 2007

Draft Programme

FRIDAY, NOVEMBER 9

SESSION 1 *Chairman: Raf Wouters (National Bank of Belgium)*

10:30 **Oil Shocks and External Adjustment**
Martin Bodenstein (Federal Reserve Board) (*)
Christopher Erceg (Federal Reserve Board)
Luca Guerrieri (Federal Reserve Board)

Discussant: Luca Dedola (ECB and CEPR)

11:30 **Explaining the Effects of Government Spending Shocks on Consumption and the Real Exchange Rate**
Stephanie Schmitt-Grohé (Duke University and CEPR)
Martin Uribe (Duke University) (*)

Discussant: Roel Beetsma (University of Amsterdam and CEPR)

12:30 **Lunch**

13:45 **The currency denomination of exports – a questionnaire study**
Richard Friberg (Stockholm School of Economics and CEPR)

Discussant: Emmanuel Dhyne (National Bank of Belgium)

SESSION 2 *Chairman: Hans Dewachter (University of Leuven)*

14:45 **The International Propagation of News Shocks**
Franck Portier (University of Toulouse and CEPR) (*)
Paul Beaudry (University of British Columbia)
Martial Dupaigne (University of Toulouse)

Discussant: Laura Veldkamp (New York University)

15:45 **Coffee Break**

16:15 **Information Immobility and the Home Bias Puzzle**
Stijn van Nieuwerburgh (New York University) (*)
Laura Veldkamp (New York University)

Discussant: Fabrice Collard (University of Toulouse)

17:15 **Capital Flows and Asset Prices**
Gianluca Benigno (London School of Economics and CEPR) (*)
Kosuke Aoki (London School of Economics and CEPR)
Nobuhiro Kiyotaki (Princeton University and CEPR)

Discussant: Cédric Tille (Graduate Institute for International Studies)

19:00 **Dinner**

SATURDAY, NOVEMBER 10

SESSION 3 *Chairman: Giancarlo Corsetti (European University Institute and CEPR)*

9:00 **Common Risk Factors in Currency Markets**
Hanno Lustig (UCLA) (*)
Nick Roussanov (Wharton)
Adrien Verdelhan (Boston University)

Discussant: Pierpaolo Benigno (LUISS and CEPR)

10:00 **Financial Exchange Rates and International Currency Exposures**
Philip Lane (Trinity College Dublin and CEPR) (*)
Jay Shambaugh (Dartmouth College)

Discussant: Philippe Martin (University of Paris I and CEPR)

11:00 **Coffee break**

11:30 An Asset-Pricing View of the External Adjustment Process
Roberto Rigobon (MIT) (*)
Anna Pavlova (London Business School and CEPR)

Discussant: Philippe Bacchetta (University of Lausanne and CEPR)

12:30 Lunch

SESSION 4 *Chairman: Paul De Grauwe (University of Leuven)*

13:45 Liquidity, Institutional Quality and the Composition of Equity Flows
Assaf Razin (Tel Aviv University and CEPR) (*)
Itay Goldstein (Wharton)
Hui Tong (IMF)

Discussant: Philip Lane (Trinity College Dublin and CEPR)

14:45 Coffee Break

15:15 Global Portfolio Rebalancing under the Microscope
Hélène Rey (London Business School and CEPR) (*)
Harald Hau (INSEAD and CEPR)

Discussant: Marcel Fratzscher (ECB)

16:15 International Portfolio Models in a DSGE Framework
Alan Sutherland (St. Andrews University and CEPR) (*)
Mick Devereux (University of British Columbia and CEPR)

Discussant: Robert Kollmann (ECARES and CEPR)

17:15 End

(*) Denotes presenter.

Programme committee

Luc Bauwens (CORE)
Giancarlo Corsetti (EUI and CEPR)
Paul De Grauwe (Leuven)
Hans Dewachter (Leuven)
Robert Kollmann (ECARES and CEPR)
David Veredas (ECARES)
Raf Wouters (National Bank of Belgium)

This conference is part of CEPR's programme on the Macroeconomics of Global Interdependence. Funding is provided by: Belgian Interuniversity Attraction Pole 'Economic policy and finance in the global economy'; Fonds for Wetenschappelijke Onderzoek; Fonds National de la Recherche Scientifique; National Bank of Belgium.