

Structural Analysis of Business Cycles in the Open Economy, Sveriges Riksbank

Thursday, December 8

19:00-21:00 Reception and buffet at the Riksbank

Friday, December 9

8:30-8:45 Coffee

8:45-9:00 Welcoming remarks by Deputy Governor **Irma Rosenberg**

Chair: **Jesper Lindé**

9:00-10:10 "DSGE Models of High Exchange-Rate Volatility and Low Pass-Through"
Giancarlo Corsetti, Luca Dedola and **Sylvain Leduc**, Federal Reserve Board
Discussant: **Michael Dotsey**, Federal Reserve Bank of Philadelphia

10:10-10:30 Coffee

10:30-11:40 "Euro-Dollar Real Exchange Rate Dynamics in an Estimated Two-Country Model: What is Important and What is Not"

Pau Rabanal, IMF, and Vincente Tuesta

Discussant: **Riccardo Cristadoro**, Banca d'Italia

11:40-12:50 "Can Structural Small Open Economy Models Account for the Influence of Foreign Disturbances"

Alejandro Justiniano, Federal Reserve Board, and Bruce Preston

Discussant: **Günter Coenen**, European Central Bank

12:50-14:00 Lunch

Chair: **Martin Eichenbaum**

14:00-15:10 "An Open Economy DSGE Model Linking the Euro Area and the US Economy"
Grégory de Walque, Frank Smets and **Raf Wouters**, National Bank of Belgium
Discussant: **Julien Matheron**, Banque de France

15:10-16:20 "Optimal Monetary and Fiscal Policy in a Small Open Economy"

Bianca de Paoli, Bank of England, and Gianluca Benigno

Discussant: **Tommy Sveen**, Norges Bank

16:20-16:50 Coffee

16:50-18:00 "Optimal Monetary and Fiscal Policy in a Currency Union"

Jordi Galí and **Tommaso Monacelli**, Università Bocconi

Discussant: **Karl Walentin**, Sveriges Riksbank

19:00 Dinner at Grand Hotel

Saturday, December 10

8:45-9:00 Coffee

Chair: **Frank Smets**

9:00-10:10 "Sudden Stops, Sectoral Reallocations, and Total Factor Productivity"

Timothy J. Kehoe, University of Minnesota, and Kim Ruhl

Discussant: **Ethan Kaplan**, IIES, Stockholm University

10:10-10:30 Coffee

10:30-11:40 "Cyclical Inflation Divergence and Different Labor Market Institutions in the EMU"

Alessia Campolmi and **Ester Faia**, Universitat Pompeu Fabra

Discussant: **Gianluca Benigno**, London School of Economics

11:40-12:50 "Smooth Landing or Crash? Model-Based Scenarios of Global Current Account Rebalancing"

Hamid Faruquee, Douglas Laxton, **Dirk Muir**, Bank of Canada, and Paolo Pesenti

Discussant: **Mika Kortelainen**, Bank of Finland

12:50-14:00 Lunch

Chair: **Timothy Kehoe**

14:00-15:10 "The Returns to Currency Speculation"

Martin Eichenbaum, Northwestern University, and Sergio Rebelo

Discussant: **Frank Smets**, European Central Bank

15:10-16:20 "International Portfolio Equilibrium and the Current Account: A Dynamic General Equilibrium Perspective"

Robert Kollmann, University of Paris XII and CEPR

Discussant: **Jaewoo Lee**, IMF

16:20-16:50 Coffee

16:50-18:00 "The Valuation Channel of External Adjustment"

Fabio Ghironi, Boston College, Jaewoo Lee, and Alessandro Rebucci

Discussant: **Christoph Thoenissen**, University of St. Andrews

Presentations: 40 min, Discussions: 15 min, Floor: 15 min