

## Workshop on Deflation – Causes, Consequences and Policies

June 12 – 13, 2015  
Sveriges Riksbank, Stockholm

### Thursday June 11<sup>th</sup>

18:00 – 20:00                      Welcome dinner at Sveriges Riksbank

### Friday June 12<sup>th</sup>

9:00 – 9:20                        Coffee and registration

9:20 – 9:30                        Opening remarks by First Deputy Governor Kerstin af Jochnick

#### Session I

9:30 – 10:30                      “The Limits to Monetary Policy with Long-term Drift in Expectations”  
Stefano Eusepi, Marc Giannoni and *Bruce Preston*  
Discussant: *Leonardo Melosi*

10:30 – 11:30                      “Is Inflation Targeting Best Practice Monetary Policy? An Update”  
*Jon Faust*  
Discussant: *Frank Smets*

11:30 – 12:00                      Coffee break

12:00 – 13:00                      “Targeting Prices or Nominal GDP: Forward Guidance and Expectation Dynamics”  
*Seppo Honkapohja* and Kaushik Mitra  
Discussant: *Saroj Bhattarai*

13:00 – 14:00                      Lunch

#### Session II

14:00 – 15:00                      “Scarcity of Safe Assets, Inflation, and the Policy Trap”  
David Andolfatto and *Stephen Williamson*  
Discussant: *Ed Nosal*

15:00 – 16:00	<p>"Are Low Interest Rates Deflationary? A Paradox of Perfect-Foresight Analysis"</p> <p>Mariana Garcia Schmidt and <i>Michael Woodford</i></p> <p>Discussant: <i>Lars E.O. Svensson</i></p>
16:00 – 16:30	Coffee break
16:30 – 17:00*	<p>"Unconventional Monetary Policy and International Risk Premia"</p> <p><i>John Rogers</i>, Chiara Scotti, Jonathan H. Wright</p>
17:00 – 17:30*	<p>"Inflation, financial conditions and non-standard monetary policy in a monetary union. A model-based evaluation"</p> <p>Lorenzo Burlon, Andrea Gerali, Alessandro Notarpietro and <i>Massimiliano Pisani</i></p>
19:00 -	Dinner at Sjöfartshuset

## **Saturday June 13<sup>th</sup>**

8:30 – 9:00	Coffee
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### **Session III**

9:00 – 10:00	<p>"Hysteresis and the European Unemployment Problem Revisited"</p> <p><i>Jordi Galí</i></p> <p>Discussant: <i>Gernot Mueller</i></p>
10:00 – 11:00	<p>"Threshold-Based Forward Guidance: Hedging the Zero Bound"</p> <p>Richard Harrison, Lena Körber and <i>Matt Waldron</i></p> <p>Discussant: <i>Taisuke Nakata</i></p>
11:00 – 11:30	Coffee break
11:30 – 12:00*	<p>"Stagnation Traps"</p> <p>Gianluca Benigno and <i>Luca Fornaro</i></p>
12:00 – 12:30*	<p>"Why Are Real Interest Rates So Low? Secular Stagnation and the Relative Price of Investment Goods"</p> <p><i>Gregory Thwaites</i></p>

12:30 – 13:30                      “Inflation Through the Lens of Fiscal Theory”  
Eric Leeper and Campbell Leith  
Discussant: *Marco Del Negro*

13:30 – 14:30                      Lunch and adjourn

**Time allocation**

Presentation: 30 minutes

Discussion: 20 minutes

Floor: 10 minutes

(Except for sessions marked with a “\*” where presentations are 25 minutes and the floor discussion 5 minutes)

**Organizing committee**

Ferre De Graeve

Jesper Lindé

Karl Walentin

Andreas Westermarck

**Local organization:** Lena Löfgren