SED KEBLE ‘97

1997 Meetings of
The Society for Economic Dynamics

7 - 10 July, 1997

Keble College, Oxford

Program
Dear Colleague,

Welcome to Keble College and the SED conference. I hope you have an enjoyable and stimulating time. As you can see from the programme, there are lots of good papers to listen to and lots and lots of people to chat with.

I have nominated many people without notifying them to be Chairs of the sessions. If you find you have been nominated but cannot do it please arrange for a suitable replacement.

If you encounter problems, please contact us at the Registration Desk in Keble College. We will do the best we can to help you out.

Enjoy,

Ken Burdett
Plenary Talks:

Monday: 5.00-6.30:
Speaker: C. Pissarides (London School of Economics),
Title: “Policy Influences on Unemployment Results: Results with the Search and Matching Model”

Tuesday: 5.00-6.30:
Speaker: N.M. Kiefer (Cornell University)
Title: “Dynamic Programming Models and Separate Inference”

Wednesday: 5.30-7.00
Speaker: N. Wallace (The Pennsylvania State University and Fed. Res. of Minneapolis),
Title: “Model of Regulated Bank-Note Issues” (R. Cavalcanti, U. of Miami, co-author)
## Proposed Time Table for SED Conference

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  co-author: Patrick Asea
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  Countercyclical Retirements vs Procyclical Depreciation: Can This Puzzle be
  Solved Without Vintage Capital Models?
  co-author: Martial Dupaigne
Freeman, Alan (University of Greenwich)
  An Endogenous Profit Rate Cycle

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  Crossing the River Grande: Business Cycles, Migration and the Welfare
  State
  co-author: Cabio Canova
Huffman, Greg (SMU)
  On the Political Economy of Immigration
Hess, Gregory (University of Cambridge)
  An Investigation Into the Magnitude of Foreign Conflicts
  co-author: Athanasios Orphanides

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  Computing Equilibria of Deterministic Dynamic Economies
  co-author: Levine, David
Santos, Manuel (ITAM)
  An Accuracy Test Based Upon the Euler Equations' Residuals
Tan, Wei-Dong (Northern Illinois University)
  Instability, Hysteresis, and Fold Bifurcation: Dynamics of Transitional Macro-
  Economy
Session 4 (2) Chair: Shi S (Queens University)
Tuinstra, Jan (University of Amsterdam)
  On the Equivalence Between Overlapping Generations Models and Symmetric Exchange Economies
co-author: Claus Weddepohl
Hendry, Scott (Bank of Canada)
  Monetary Transmission mechanism: A Dynamic General Equilibrium Analysis
co-author: Zhang, Guang-Jia
Maliar, Serguei (University Pompeu Fabra)
  Aggregation in Suboptimal Economies

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  Innovation, Imitation, Market Structure and Cycles
co-author: Patrick Francois
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  Informational Business Cycles
McNelis, Paul (Georgetown University)
  Approximating and Simulating the Real Business Cycle

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co-author: Benhabib, Jess
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  Aggregate Employment Fluctuations with Microeconomic Asymmetries
co-author: Campbell, Jeffrey
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  Analytical Solutions to an RBC Model with Imperfect Competition, Increasing Returns and Underemployment
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Merlo, Antonio (University of Minnesota)
   *Pattern Bargaining*
co-author: Marshall, Robert
Wright, Randall (University of Pennsylvania)
   *Pricing with Frictions*
co-authors: Burdett, K, Shi. S

Session 8 (3) Chair: M. Ravn (University of Southampton)
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   *Cautious Learning and the Persistence of Knightian Uncertainty.*
Nyarko, Yaw (New York University)
   *The Truth is in the Eyes of the Beholder: or Equilibrium in Beliefs and Rational Learning in Games*
Sorger, Gerhard (CIRANO, Montreal)
   *Rationalizing Policy Functions by Dynamic Optimization*
co-author: Mitra, Tapan

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   *Growth and the Cycle: Creative Destruction versus Entrenchment*
co-author: Harald Uhlig
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   *Is There Always Too Little Research in Endogenous Growth with Expanding Product Variety?*
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   *Obselescence of Capital*
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   *The Dynamics of 'Natural' Rates of Growth and Employment*
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   *Firm Specific Training in a Search Equilibrium*
Accorcia, Antonio (Universita degli Studi di napoli Federico II)
   *Poverty Traps, Multiple Equilibria, and the Allocation of Government Spending*

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   *Retraining and Long Term Unemployment in a Model of Unlearning by not Doing*
co-author: Coles, Melvyn
Albrecht, James (Georgetown University)
   *An equilibrium model of structural unemployment*
co-author: Vrooman Susan Storesletten, Kjetil
Costain, James (University of Chicago)
   *Unemployment Insurance with Endogenous Search Intensity and Precautionary Savings*

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   *Fiat Money as a Medium of Exchange: Experimiental Evidence*
co-author: Ochs, J
Li, Yiting (Tsing Hua University)
   *Policy Analysis in Search Based Models of Money*
co-author: Wright, Randall
Renero, Juan-Manuel (ITAM, Mexico)
   *Does and Should a Commodity Medium of Exchange have Relatively Low Storage Costs?*
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Equilibrium search with productivity dispersion: theory and Estimation
co-authors: Christian Bontemps and Jean-Marc Robin

Robin, Jean-Marc (CREST-INSEE)

Equilibrium search with decreasing returns to scale and hiring Costs: theory and estimation
co-author: Sebastien Roux

Ridder, Geert (Free University, Amsterdam),

Structural estimation of key labor market characteristics in five OECD countries, using aggregate data and an equilibrium search model Framework
co-author: Niels de Visser and Gerard J. van den Berg

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Equilibrium search with on-the-job search and a Continuous Distribution of opportunity costs of employment
co-authors: Jean-Marc Robin and Gerard J. van den Berg

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co-authors: Philippoupolos, Apostolis, and Vasilatos, Vabgelis

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Kempf, Hubert (MAD)

Does an Economic Monetary Union Need a Fiscal Agreement?
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Rogerson, Richard (University of Minnesota)

*Home Production and the Wealth of Nations*
co-authors: Parente, S and Wright, R

Quadrini, Vincenzo (University Pompeu Fabra),

*Balanced Growth, Learning and Redistributive Policies*

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*Long-run growth with distortionary government expenditures and transfers*

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Khan, Aubhik (University of Virginia)

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co-author: Schmitt-Grohe, Stephanie
Zadrozny, Peter (Real Time Econometrics NY)
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Liski, Matti (Helsinki School of Economics)

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co-authors: Ayse Imrohoroglu & Selahattin Imrohoroglu

Abuquerque, Rui (University of Rochester)

On the Dynamics of Economic Reform
co-author: Rebelo, Sergio

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Composition of the Productive structure and output dynamics: exogenous and endogenous growth.

Mountford, Andrew (University of Southampton)

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Teles, Pedro (Universidade Catolica Portugesa, Banco de Portugal, and IUE)
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   One reason why you would never want to be a member of a club that wants you as a member.
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   Banking Market Structure and Growth in a Cross-Section of Countries
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   co-authors: Aloi, Marta, Dixon, Huw

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Aoki, Masanao (UCLA)
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Krolzig, Hans-Martin (Nuffield College - University of Oxford)

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Family, Insurance and Employment in Developing Agricultural Economies
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co-author: Hans-Martin Krolzig
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An Analysis of Labour Adjustment Costs in Unionized Economies
co-author: Thomas, Jonathan
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How Do Layoff Costs Affect Employment?
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Formal Training, On-the-Job Training, and the Allocation of Time
co-author: Einarsson, Tor
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Estimating the Impact of Dynamic Incentives on Worker Attendance
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Does Quality Precommitment with Rapid Price Adjustment Yield Cournot Outcome?
co-author: Hopenhayn, Hugo
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  Estimating an Endogenous Growth Model with Public Capital and Government Borrowing
  co-author: Greiner, Alfred
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  A Model of Growth and Corruption in Government Purchases from the Private Sector
  co-author: A. Acconcia and E. Papagni
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  Fiscal Policy Analysis under Alternative Mechanisms of Endogenous Growth
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  Technological Change, Job Creation and Destruction, and Economic Growth
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  Inflation and Welfare in a Search Model of Money
  co-author: Li, Victor Wang, Ping
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  An Analysis of an Asset Market in a Random Matching Model
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  A Genetic Game of Trade, Growth and Externalities
  co-author: Alemdar, N.M.
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  Financial Autarky and International Business Cycles
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  Measuring Monetary Policy with VAR Models: an Evaluation
  co-author: Bagliano, Fabio
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  Limited Enforcement and Time Consistent Foreign Investment: A Rationale for International Organizations
  co-author: Asiedu, Elizabeth
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Precautionary Holdings and Monetary Policy
co-author: Jayasri Dutta
Weber, Warren (Federal Reserve Bank of Minneapolis)
Redemption Costs and Currency Elasticity under the US Banking System
Chapman, David (University of Texas-Austin)
The Term Structure in a Monetary Equilibrium Model
co-author: Cooley, Thomas
Rousseau, Peter (Vanderbilt University)
Financial Intermediation and Economic Performance: Historical Evidence
From Five Industrialized Countries
co-author: Paul Wachtel

Session 59 (11) Chair: J. Treble (Bangor University)
Jeong, Ugyeong (Kwandong University)
Industrial Markups and Business Cycles in Korea
co-authors: Kang, Joo-Hoon Bae, Joo-Han
Veracierto, Marcelo (Cornell University)
Plant Level Irreversible Investment and Equilibrium Business Cycles
Ingram, Beth (University of Iowa)
Cyclical Properties of the Variable Utilization of Physical and Human Capital
co-authors: David DeJong, Yi Wen, and Charles Whiteman
Zimmermann, Christian (University of Quebec)
Forecasting with Real Business Cycle Models

Session 60 (10) Chair H. Lloyd-Ellis (University of Toronto)
Jaenicke, Johannes (University of Osnabrucek)
European Interest Rate Linkages: Convergence and Crises: Some Empirical Results from a Vector Equilibrium Model with Markov-Switching Regimes
co-author: Hans-Martin Krolzig
Kim, Soyoung (Banko Espana)
Monetary Instrument Problem Revisited by Specifying Appropriate Fiscal Policy
Harrison, Paul (Brandeis University)
Relating Stock Returns and Risk to Business Cycles and Monetary Dynamics: A Cross Country Analysis
co-author: De Nicolo, Gianni
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Russell, Steven (IUPUI)
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cr-co-author: Bullard, James
Baruci, Emilio (Firenza)
  \textit{The stability of inflation Target Policies}
cr-co-authors: G.I. Bischi and Marimon, Ramon
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  \textit{Fiscal Shocks and Fiscal Risk Management}
cr-co-author: Xiaodong Zhu

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Flores, Rafael (University of Madrid)
  \textit{A GLS Approach for Estimating Invertible VMA Models}
cr-co-author: Serrano, Gregorio
Olave, Pilar (Zaragoza)
  \textit{Bootstrapping Forecast Intervals in Arch Models}
cr-co-author: Miguel, J.A.
Caporale, Guglielmo (London Business School)
  \textit{Unit Roots, Exogeneity and Persistence: A Critical Overview}
cr-co-author: Pittis, Nicholas

Session 63 (9) Chair: B. Ingram (University of Iowa)
Silva, Elvira (Porto)
  \textit{Dynamic Structure of Production Under Profit Maximization: A Nonparametric Approach}
cr-co-author Stefanou, Spiro
Zapatero Fernando (ITAM)
  \textit{Delta Hedging with Monte Carlo Simulation}
Ratsimalahelo, Zaka (Universite de Bourgogne)
  \textit{Time Varying State Space Models, Non-Linear Estimation Methods}
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  \textit{Simple Consistent Rules for Deciding Among Short-Memory, Integratedness in Levels and in Logs.}
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The plenary sessions will be held in the University Museum, opposite the main gate of Keble College.