



5th HenU/INFER Workshop on Applied Macroeconomics Preliminary Program

Room I – 22nd floor

Room II – 3rd floor

Room III – 3rd floor

Room IV – 22nd floor

Thursday, March 28th

4:00 – 6:00 pm Opportunity for early registration
6:00 pm Pre-conference Dinner

Friday, March 29th

8:30 – 9:00 am Conference Opening with Group Picture – Room I (22nd floor)

9:00 am to 10:30 am

Parallel Session 1A

Money and Banking

Chair: HAN HAN

Global Financial Intermediaries, Risk-Taking Channel and Monetary Policy International Transmission

SANDRA RHOUMA (University of Surrey)

International Bank Lending Channel of Monetary Policy

Silvia Albrizio (Bank of Spain), SANGYUP CHOI (Yonsei University), Davide Furceri (International Monetary Fund), Chansik Yoon (Yonsei University)

Policy Analysis in a Model of Money, Banking and OTC

Pedro Gomis-Porqueras (Deakin University), HAN HAN (Peking University)

Parallel Session 1B

Financial Crises

Chair: CHENGSI ZHANG

Emerging Asia's Different Experiences in the Two Major Financial Crises

Xinhua Gu (University of Macao), PUI SUN TAM (University of Macao)

Cost of Banking Crises: Does the Policy Framework Matter?

Grégory Levieuge; (Banque de France & LEO), YANNICK LUCOTTE (LEO & PSB Paris School of Business), Florian Pradines-Jobet (LEO & PSB Paris School of Business)

Financial Crisis, Expansionary Monetary Policy, and

Financialization of Real Sector Firms in China
CHENGSI ZHANG, Ning Zheng (Renmin University of China)

Parallel Session 1C

Open Economy Macroeconomics

Chair: HELEN HUIXIAN ZHANG

Switching Volatility in a Nonlinear Open Economy Model

Jonathan Benchimol (Bank of Israel), SERGEY IVASHCHENKO (IREP (Russian Academy of Sciences), FRI (Ministry of Finance), EF (SPSU)

Evaluating the Keynes' Plan for an International Clearing Union

Tai-Kuang Ho (National Tsinghua University), YA-CHI LIN (Hubei University of Economics)

The Symbol: A Trade-Related International Payment System

HELEN HUIXIAN ZHANG (The University of Auckland)

10:30 – 11:00 am

Coffee Break - Hallway 3rd and 22nd floor

11:00 am – 12:30 pm

Parallel Session 2A

Monetary Policy

Chair: RONGRONG SUN

Monetary Policy Stretching out to the Capital Market: Goodbye Central Bank Independence?

AD VAN RIET (United Nations University)

Signaling and Portfolio Balance Effects of QE Announcements on China's Yield Curve

MUCAI LIN (Huaqiao University), Linlin Niu (Xiamen University)

Parallel Session 2B

Digital Currency

Chair: YOUNG SIK KIM

Cryptocurrency Market Efficiency: Evidence from Time-Frequency Analysis

JARKO FIDRMUC (Zeppelin University), Svatopluk Kapounek (Mendel University in Brno), Frederik Junge (Zeppelin University)

Denomination Structure, Digital Payments, and the Shadow Economy

AYUSHI BAJAJ (Monash University), Nikhil Damodaran (O P Jindal Global University)

Parallel Session 2C

Inequality

Chair: OLIVER PARDO

Marginal Income Tax and Income Inequality: A Narrative Approach

YIFAN SHEN (Nanjing Audit University), Ye Yuan (National University of Singapore), Shenghao Zhu (University of International Business and Economics)

A Financial Kuznets Curve in the Transitional Economy: The Tale of China

MINGMING JIANG (Shandong University), Chi-Yang Chu (National Taipei University)

Room I – 22nd floor

Interest-Rate Controls as Credit Supply Shifters: Bank-Level Evidence from China
RONGRONG SUN (Henan University)

Room II – 3rd floor

Central Bank Digital Currency and Financial Stability
YOUNG SIK KIM (Seoul National University), Ohik Kwon (Bank of Korea)

Room III – 3rd floor

Uneven gains: the macroeconomic and welfare effects of the business tax reform
OLIVER PARDO (Pontificia Universidad Javeriana)

Room IV – 22nd floor

12:30 – 2:00 pm

Buffet Lunch – 22nd floor (Breakfast Room)

2:00 – 3:00 pm

Keynote Lecture in Room I by

Randall D. Wright

*Ray B. Zemon Chair in Liquid Assets in the Department of Finance, Investment and Banking at the Wisconsin School of Business
Department of Economics at University of Wisconsin Madison*

On the Instability of Financial Intermediation

3:00 – 3:30 pm

Coffee Break - Hallway 22nd floor

3:30 – 5:30 pm

Parallel Session 3A

Fiscal Policy

Chair: MAKRAM EL-SHAGI

Economic Stimulus Policies under Present Bias and Social Comparison in an Open Economy

Jaimie W. Lien (The Chinese University of Hong Kong), Siqun Yang (Tsinghua University), JIE ZHENG (Tsinghua University)

Welfare Multiplier of Public Investment

Giovanni Ganelli (International Monetary Fund), JUHA TERVALA (University of Helsinki)

The Effects of Government Spending: Evidence from Systematic Responses to Natural Disasters and Government Spending Shocks

JAN FIDRMUC (Brunel University), Sugata Ghosh (Brunel University), Panagiotis Konstantinou (Athens University of Economics and Business), Weonho Yang (Ministry of Strategy and Finance)

Fiscal Policy in Times of Fiscal Fragility

MAKRAM EL-SHAGI (Henan University), Gregor von Schweinitz (Halle Institute for Economic Research)

Parallel Session 3B

Monetary Economics

Chair: BING TONG

A Long-Run Approach to Money, Unemployment, and Asset Prices

KUK MO JUNG (Hanyang University), Ju Pyun (Korea University Business School (s))

The Yield Curve and the Stock Market: Mind the Long Run

Gonçalo Faria (Catholic University of Portugal), FABIO VERONA (Bank of Finland)

Collaterals and (In)stability of Monetary Policy

ANTOINE LE RICHE (Sichuan University), Daria Onori (Université d'Orléans)

Debt Burden and Collateral Constraint in a

Fixed-Interest-Rate Model

BING TONG (Henan University), Zhiwei Xu (Shanghai Jiaotong University)

Parallel Session 3C

Debt and Sovereign Default

Chair: DAVID DICKINSON

Debt Management at the Zero Lower Bound

BINGBING DONG (Central University of Finance and Economics)

Financial Stress and the Probability of Sovereign Default

CATERINA RHO (Banco de Mexico), Manrique Saenz (International Monetary Fund)

Policy Gridlock and Sovereign Default

ANTONIO CUSATO NOVELLI (University of the Pacific)

Network Analysis of Systemic Risk in the Global Sovereign

CDS Markets

Chau Le (Banking University HCMC), DAVID DICKINSON (University of Birmingham)

6:00 pm

Chinese Banquet in Room I

Dinner Keynote Lecture by

Joshua Aizenman

Robert R. and Katheryn A. Dockson Chair in Economics and International Relations at the Department of Economics at the USC Dornsife College of Art, Letters and Science

Fiscal Fragility and Fiscal Space – 10 Years after the GFC

and **cultural program** - Henan Opera performance

Saturday, March 30th

8:30 – 10:00 am

Room I – 22nd floor

Parallel Session 4A

International Capital Flows

Chair: CAMELIA TURCU

The Determinants of Foreign Flows to the Emerging Markets: Evidence from Quantile Regression Dynamic Panel Model with Fixed Effects

CHENG YAN (Durham University), Xicheng Wang (Lancaster University)

Capital Controls and the Volatility of RMB Covered Interest Deviation

ZHITAO LIN (Jinan University), Jinzhao Chen (ESSCA School of Management,), Xingwang Qian (SUNY Buffalo State)

Trilemma Revisited: New Measures, Strong Nonlinearities

VANESSA OLAKEMI DOVONOU, Camelia Turcu (University of Orléans - LEO)

Room II – 3rd floor

Parallel Session 4B

Current Issues in Economics

Chair: JAIMIE W. LIEN

Resolution and Fire-sales

Ryuichiro Izumi (Rutgers University), YANG LI (Nankai University)

Fiscal Determinacy of Prices: Empirical Evidence from the FTPL

LAMIA BAZZAOUI (Tohoku University)

Reference Points for Effort Provision in the Labor Market

JAIMIE W. LIEN (Chinese University of Hong Kong), Jie Zheng (Tsinghua University)

Room III – 3rd floor

Parallel Session 4C

Money and Liquidity

Chair: JANE BINNER

On ‘Rusting’ Money Silvio Gesell’s Schwundgeld Reconsidered

GÜNTHER REHME (TU Darmstadt)

The Impact of Quantitative Easing on Liquidity Creation

SUPRIYA KAPOOR (University College Dublin), Oana Peia (University College Dublin)

Divisia Money Demand and Share Price Volatility in the UK and Taiwan

Rakesh K. Bissoondeal (Aston University, Birmingham), JANE BINNER (University of Birmingham), Logan J. Kelly (University of Wisconsin-Riverfalls)

Room IV – 22nd floor

Parallel Session 4D

External Shocks and International Shock Transmission

Chair: RUBENA SUKAJ

Trade Transmission of Fiscal Policy in Currency Union

NIKHIL DAMODARAN (O P Jindal Global University)

The International Impact of Financial Shocks: A Global VAR and Connectedness Measures Approach

Donal Smith (OECD), HAICHENG SHU (Southwestern University of Finance and Economics)

Identifying External Debt Shocks in Low- and Middle-Income Countries

Xuguang Simon Sheng (American University), RUBENA SUKAJ (World Bank)

10:00 – 10:30 am

Coffee Break - Hallway 3rd and 22nd floor

10:30 am – 12:30 pm

Parallel Session 5A

Macroprudential Policy

Chair: JAN KLINGELHÖFER

Macroprudential and Monetary Policies: Friends or Foes?

JOSE DAVID GARCIA REVELO (University of Orléans), Yannick Lucotte (University of Orléans), Florian Pradines-Jobet (Paris School of Business)

Macro-prudential Policies, Global Financial Cycle and Real Exchange Rate

ALICE Y. OUYANG (Central University of Finance and Economics), Shen Guo (Central University of Finance and Economics)

Micro-Founded Mechanism for Prudential Decision Rule

Cristina Badarau, CORENTIN ROUSSEL (University of Bordeaux)

Macroprudential Policy and Financial Stability: Bank-Level Evidence from China

JAN KLINGELHÖFER, Rongrong Sun (Henan University)

Parallel Session 5B

Exchange Rates

Chair: SVATOPLUK KAPOUNEK

Tolerance of Flexibility: Foreign Exchange Intervention and Managed Floating Redux

Dong Lu (Renmin University of China), HANG ZHOU (University of International Business and Economics)

Chinese Exchange Rate Policy and Stock Returns of Chinese Cross-listed Firms

Ronaldo Carpio (University of International Business and Economics), MEIXIN GUO (Tsinghua University)

Integration and Interruption of the RMB Markets: A Test for CNY, CNH, and CNT

YA-CHI LIN (Hubei University of Economics), Kuo-Chun Yeh (National Taiwan University)

Behavioural Attention and Exchange Rate Movements: Much Cry and Little Wool?

SVATOPLUK KAPOUNEK, Zuzana Kučerová (Mendel University in Brno)

Parallel Session 5C

Business Cycles

Chair: LIN ZHANG

Uncertainty and Non-Linear Macroeconomic Effects of Fiscal Policy in the US: A SEIVAR-Based Analysis

Ansgar Belke, PASCAL GOEMANS (University of Duisburg-Essen)

Dynamics of Secured and Unsecured Debt Over the Business Cycle

PAUL LUK (Hong Kong Baptist University), Tianxiao Zheng (Shanghai Jiao Tong University)

The Credit Cycle and Measurement of the Natural Rate of Interest

ALEXEY PONOMARENKO (Bank of Russia)

Business Cycles across Chinese Provinces

Lunan Jiang, LIN ZHANG (Henan University)

Parallel Session 5D

Interactions of Monetary and Fiscal Policy

Chair: HAO JIN

Policy Coordination in Globally Integrated Capital Markets: Are Spillovers Complementary or Competitive?

Keshab Bhattarai (University of Hull), Sushanta K. Mallick (Queen Mary University of London), BO YANG (Swansea University)

Policy Coordination with Endogenous Liquidity Frictions

YAN LIU, Jie Li (Wuhan University)

Monetary Expansion and Government Guarantees: Lessons from China’ Stimulus Package in 2008

JIE LI (Central University of Finance and Economics), Tianhang Zhou (Central University of Finance and Economics)

Fiscal Stress and Monetary Policy Stance in Oil Exporting Countries

HAO JIN, Chen Xiong (Xiamen University)

12:30 – 2:00 pm

Buffet Lunch – 22nd floor (Breakfast Room)

Room I – 22nd floor

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Room IV – 22nd floor

2:00 – 3:00 pm

Keynote Lecture in Room I by

Lawrence J. Christiano

*Alfred W. Chase Chair in Business Institutions, Northwestern University
Department of Economics, Northwestern University*

Financial Frictions in Macroeconomics

3:00 – 3:30 pm

Coffee Break - Hallway 22nd floor

3:30 – 5:30 pm

Parallel Session 6A

Trade and the Current Account

Chair: KIRIL TOCHKOV

Current Account Imbalances in Europe

*Kady Keita, Reda Marakbi, Isabelle Rabaud, CAMELIA TURCU
(University of Orléans - LEO)*

**Current Account Dynamics and Exchange Rate Regimes in
Central and Eastern Europe**

*Kersti Harkmann (Bank of Estonia), KARSTEN STAEHR (Tallinn
University of Technology)*

**External Imbalances between China and the US: A Dynamic
Analysis with a Life-cycle Model**

JULIA NIEMELÄINEN (University of Helsinki)

**Trade Potential and Regional Development in Emerging
Economies**

KIRIL TOCHKOV (Texas Christian University)

Parallel Session 6B

Housing and Real Estate Economics

Chair: JAMES L. SWOFFORD

**Not All Cities are Alike: House Price Heterogeneity and the
Design of Macro-Prudential Policies in China**

*Michael Funke, ANDREW TSANG, Linxu Zhu (Hamburg
University)*

**Housing Prices, Credit Constraints and Trade Imbalances in
China - An Intertemporal Approach**

*Qiuyu Chen (Shanghai University of Finance and Economics),
LING FENG (Shanghai University of Finance and Economics),
Zhiyuan Li (Fudan University)*

**Economic Slowdown and Housing Dynamics in China: A Tale
of Two Investments by Firms**

*Feng Dong (Shanghai Jiao Tong University), Yumei Guo
(Central University of Finance and Economics), Yuchao Peng
(Central University of Finance and Economics), ZHIWEI XU
(Shanghai Jiao Tong University)*

Housing Prices, Fertility and Macroeconomic Dynamics

*Ermanno Affuso, Khandokar Istiak, JAMES L. SWOFFORD
(University of South Alabama)*

Parallel Session 6C

Industry and Firm Level Data Analysis

Chair: JULAN DU

**Regional Spillovers through Multi-Market Firms: The Product
Replacement Channel**

*JAY HYUN (Columbia University), Ryan Kim (John Hopkins
University)*

Is the Phillips Curve Broken? A View from Firm-Level Data

ERIK FROHM (Sveriges Riksbank)

**Frequency Volatility Connectedness across Different
Industries in China**

*JUNHUA JIANG (University of Vaasa), Vanja Piljak (University
of Vaasa), Aviral Kumar Tiwari (Montpellier Business School),
Janne Äijö (University of Vaasa)*

Risk Sharing and Industrial Specialization in China

*JULAN DU (Chinese University of Hong Kong), Qing He (Renmin
University of China), Ce Zhang (Renmin University of China)*

6:00 pm

Farewell Dinner at a local farm outside of Kaifeng City
Buses depart at 6:00 pm

Sunday, March 31st

Departure Time: 9:30 am

Return Time: 6:00 pm

Post-conference Sightseeing Trip

to the Yellow River Scenic Area near Zhengzhou