



ASSET PRICES AND THE BUSINESS CYCLE

Hosted by
CREI, Universitat Pompeu Fabra
Barcelona
15-16 December, 2011
Room 23.S05 (Mercè Rodoreda Building)

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THURSDAY DECEMBER 15

12:30-14:00 Registration

13:00-14:00 **Lunch

14:00-16:00: Session I: Financial Innovation and Asset Prices

14:00-15:00 **Tranching, CDS and Asset Prices: Bubbles and Crashes**

* Ana Fostel (George Washington University)
John Geanakoplos (Yale University)
Discussant: Peter Kondor (Central European University)

15:00-16:00 **A Model of Shadow Banking**

* Nicola Gennaioli (CREI, Universitat Pompeu Fabra and CEPR)
Andrei Shleifer (Harvard University)
Robert Vishny (University of Chicago)
Discussant: John Geanakoplos (Yale University)

16:00-16:30: Coffee Break

16:30-18:30: Session II: Bubbles and the Macroeconomy

16:30-17:30 **Bubbles, Banks and Financial Stability**

* Kalin Nikolov (European Central Bank)
Kosuke Aoki (Bank of Japan)
Discussant: Albert Marcet (IAE)

17:30-18:30 **Bubbly Business Cycles**

* Vasco Carvalho (CREI, UPF)
Alberto Martin (CREI, Universitat Pompeu Fabra and CEPR)
Jaume Ventura (CREI, Universitat Pompeu Fabra and CEPR)
Discussant: Peter Karadi (European Central Bank)

21:00 ** Conference Dinner

**Meals provided by CREI

FRIDAY DECEMBER 16

8:30-10:30: Session III: Financing constraints, employment and the business cycle**8:30-9:30 International Recessions**

*Vincenzo Quadrini (University Southern California)
Fabrizio Perri (University of Minnesota)
Discussant: Philippe Bacchetta (Université de Lausanne)

9:30-10:30 Precautionary Savings, Employment and Firm Financing Constraints

*Ander Perez (Universitat Pompeu Fabra)
Andrea Caggese (Universitat Pompeu Fabra)
Discussant: Nobuhiro Kiyotaki (Princeton University)

10:30-11:00 Coffee Break**11:00-13:00: Session IV: Macroprudential Policy****11:00-12:00 Dynamic Macroprudential Supervision**

*Frédéric Malherbe (London Business School)
Discussant: Xavier Freixas (Universitat Pompeu Fabra)

12:00-13:00 Macroprudential Policy, Countercyclical Bank Capital Buffers and credit supply: Evidence from the Spanish Dynamic Provisioning Experiments

*José Luis Peydró-Alcaide (European Central Bank)
Gabriel Jiménez (Banco de España)
Steven Ongena (Tilburg University and CEPR)
Jesús Saurina (Banco de España)
Discussant: Refet Gürkaynak (Bilkent University)

13:00-14:00: ** Lunch**14:00-16:00: Session V: Monetary, Fiscal Policy and Asset Prices****14:00-15:00 Monetary Policy and Rational Asset Price Bubbles**

* Jordi Gali (CREI, Universitat Pompeu Fabra and CEPR)
Discussant: Paolo Pesenti (Federal Reserve Bank of New York)

15:00-16:00 The Dynamics of Sovereign Debt Crises in a Monetary Union

* Harald Uhlig (University of Chicago)
Francisco Roch (University of Chicago)
Discussant: Fernando Broner (CREI, Universitat Pompeu Fabra and CEPR)

16:00-16:30 Coffee break

**16:30-18:00: Round Table:
Asset Prices and the Business Cycle: Directions for Future Research
Participants: John Geanakoplos, Nobuhiro Kiyotaki**

21:00: **Conference Dinner

*denotes speaker

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Note: there will be 40 minutes for the presenter, 10 minutes for the discussant and 10 minutes for general discussion.

Organizers:

Andrea Caggese, Universitat Pompeu Fabra
Alberto Martin, CREI, Universitat Pompeu Fabra and CEPR
Ander Pérez, Universitat Pompeu Fabra
Jaume Ventura, CREI, Universitat Pompeu Fabra and CEPR