

Sixth Dynare Conference
June 3-4, 2010
Gustavelund, Tuusula, Finland

Organized by
Bank of Finland, DSGE-net and Dynare Project at CEPREMAP

Wednesday, June 2nd

Get-together and buffet dinner, starting at 18:00

18:00–19:00 Dynare Questions and Answers by Houtan Bastani, Michel Juillard, Sébastien Villemot

Thursday, June 3rd

8:45 Opening

9:00–11:00 **Parallel Sessions A:**

Session: A1 Fiscal policy

1. **Cristina Badarau** & Grégory Leveuge “[Macroeconomic policies to mitigate the financial heterogeneity in the euro area.](#)” *Discussant: Martin Kliem.*
2. **Martin Kliem** “[Implementable Fiscal Policy Rules.](#)” *Discussant: Paul McNelis.*
3. **Massimiliano Pisani** & Lorenzo Forni “[Fiscal policy in open economies: estimates for the Euro area.](#)” *Discussant: Cristina Badarau.*

Session: A2: Housing and Collateral Constraints

1. **Ivan Jaccard** “[Asset Pricing and Housing Supply in a Production Economy.](#)” *Discussant: Tomi Kortela.*
2. **Tomi Kortela** “[Do credit shocks matter for aggregate consumption?](#)” *Discussant: Galo Nuño*

Session A3: Identification

1. **Marco Ratto** & Nikolai Iskrev “[Computational advances in analyzing identification of DSGE models.](#)” *Discussant: František Brázdík.*
2. **Michal Andrle** “[Note on Identification Patterns in DSGE Models](#)” (Marco Ratto)

3. **Efrem Castelnuovo** "[Monetary Policy shocks, Cholesky Identification and DNK models: An empirical investigation for the U.S.](#)" *Discussant: Michal Andrle.*

11:00–11:30 Coffee break

11:30–12:30 **Plenary with Fabio Canova**

["Measurement with Some Theory: A New Approach to Evaluate Business Cycle Models"](#)

13:00–14:00 Lunch

14:00–16:00 **Parallel Sessions B**

Session B1: Risk premia

1. **Stephan Fahr** & Mirko Abbritti "Macroeconomics implications of downward wage rigidities." *Discussant: Scott Davis.*
2. **Scott Davis** "[The adverse feedback loop and the real effects of financial sector uncertainty.](#)" *Discussant: Stephan Fahr.*

Session B2: Oil

1. **Galo Nuño** & Anton Nakov "[Oilgopoly: A general equilibrium model of the oil macroeconomy nexus.](#)" *Discussant: Michel Juillard.*
2. **Arnoud Stevens** & Gert Peersman "[Oil demand and supply shocks: An analysis in an estimated DSGE model.](#)" *Discussant: Massimiliano Pisani.*

Session B3: Inflation

1. **Magali Marx** & Jean Barthélemy "A Discrete Monetary Policy Framework: an Application to the Japanese Case." *Discussant: Pablo Burriel.*
2. **Pablo Burriel** & Luis J. Álvarez "[Micro-based estimates of heterogeneous pricing rules: The United States vs the Euro Area.](#)"
Discussant: Efrem Castelnuovo.
3. **Antti Ripatti** & Martin Ellison, Pentti Saikkonen, Markku Lanne "Non-causal Inflation." *Discussant: Christian Matthes.*

16:00–16:30 Coffee break

16:30–18:30 **Parallel Sessions C**

Session C1: Banks and the Macroeconomy

1. **Pawel Zabczyk** & Martin Andreasen & Marcelo Ferman "[The business cycle implications of bank's maturity transformation.](#)" *Discussant: Hongru Zhang.*
2. **Olivier Pierrard** & Gregory de Walque "[Banking shock and monetary reactions in a New-Keynesian model.](#)" *Discussant: Marcel Ferman.*
3. **Hongru Zhang** "On the Role of Financial Sector Shocks to Aggregate Fluctuations." *Discussant: Olivier Pierrard.*

Session C2: Monetary policy and beliefs

1. **Gabriela Best**, "Policy Preferences and Policymakers' Beliefs: The Causes of the Great Inflation in the U.S." *Discussant: Juha Kilponen.*
2. **Paolo Gelain** & Arnab Bhattacharjee "Forecast Performance of the FOMC: A Bayesian Analysis." *Discussant: Martin Ellison.*
3. **Christian Matthes** "[Figuring Out the Fed - Beliefs about Policymakers and Gains from Transparency.](#)" *Discussant: Gabriela Best.*

Session C3: Regime Switch Models

1. **František Brázdik** “[Announced regime switch: Optimal policy for transition period.](#)”
Discussant: Martina Cecioni
2. **Paul McNelis & K.Chow** “[Need Singapore Fear Floating: A DSGE-VAR Approach.](#)” *Discussant: Markus Haavio*

19:00 Conference Dinner at “Villa Kokkonen”, departure by bus, return around 22:00
<http://www.villakokkonen.fi/en>

Friday, June 4th

09:00–11:00 Parallel Sessions D

Session D1: Non-Linear Methods

1. **Martin Andreasen** “[Non-linear DSGE Models and The Optimized Particle Filter.](#)”
Discussant: Invar Strid
2. **Ingvar Strid & Paolo Giordani & Robert Kohn** “Adaptive hybrid MCMC for DSGE models.” *Discussant: Martin Andreasen.*
3. **Pawel Zabczyk & Martin Andreasen** “[An efficient method of computing higher order bond price perturbation approximations.](#)” *Discussant: Tarik Ocaktan*

Session D2: Investments and Business Cycle Fluctuations

1. **Martin Seneca & Francesco Furlanetto** “New Perspectives on Depreciation shocks as a source of business cycle fluctuations.” *Discussant: Antti Ripatti.*
2. **Takushi Kurozumi & Yasuo Hirose** “[Do Investment-Specific Technological Changes Matter for Business Fluctuations: Evidence from Japan?](#)”
Discussant: Kai Christoffel.
3. **Hanna Freystätter** “[Financial frictions and disturbances in Finland.](#)”
Discussant: Takushi Kurozumi.

Session D3: Labor Markets

1. **Juuso Vanhala & Stephan Fahr** “[Offshoring and domestic labour markets: A matching model of outsourcing.](#)” *Discussant: Francesco Furlanetto.*
2. **Renato Faccini, Stephen Millard & Francesco Zanetti** “[Wage rigidities in an estimated DSGE model of the UK labour market.](#)” *Discussant: Arnoud Stevens.*

11:00–11:30 Coffee break

11:30–12:30 Plenary with Tom Sargent

“[Career Length: Effects of Curvature of Earnings Profiles, Earnings Shocks, and Social Security](#)”

13:00–14:00 Lunch

14:00–16:00 Parallel Sessions E

Session E1: Monetary transmission and business cycles in the Euro area

1. **Martina Cecioni & Stefano Neri** “[The monetary transmission mechanism in the euro area: Has it changed and why?](#)” *Discussant: Ivan Jaccard.*
2. **Kai Christoffel & Günter Coenen & Anders Warne** “Forecasting with DSGE Models.” *Discussant: Paolo Gelain.*

3. **Francesco Furlanetto** & Martin Seneca “Investment-specific shock and consumption.” *Discussant: Hanna Freystätter.*

Session E2: Zero Lower Bound

1. **Ragna Alstadheim** “[The zero lower bound and a neo-classical Phillips curve.](#)”
Discussant: Pascal Jacquinot
2. **Rossana Merola** “Financial accelerator and the zero lower bound on interest rates.” *Discussant: Ragna Alstadheim*
3. **Pascal Jacquinot** & Sandra Gomes & Ricardo Mestre & Joao Sousa “[Global Policy at the Zero Lower Bound in a Large-Scale DSGE model.](#)”
Discussant: Rossana Merola.

Session E3: New directions for research

1. **Galo Nuno** “[Optimal Research and Development Expenditure: a General Equilibrium Approach.](#)” *Discussant: Tanja Tanayama*
2. **Tarik Oaktan** “Can lower order perturbation methods accurately describe wealth dynamics.” *Discussant: Pawel Zabczyk.*

16:00 End of the conference

We hope that the last presenter of each session will act as a chairman of the session.

Each paper has 40 minutes that is allocated as 25 min for presentation,
5 to comments, 10 to general discussion.

The sessions with only two papers follow the same schedule.

Note that the conference venue (<http://www.gustavelund.fi/en>) is
30 km north of Helsinki city center.

For more local information, see the conference website
http://www.suomenpankki.fi/en/tutkimus/konferenssit/tulevat_konferenssit/Dynare_Jun2010.htm

Organizers:

Jouko Vilmunen, Antti Ripatti, Juha Kilponen, Michel Juillard