

MEDIA INFORMATION

All media enquiries including registration details:

Teresa Badia
Media Relations
3abadia@empiricbarcelona.es
Mob: + 34 660671757
skype: empiricbarcelona

EEA-ESEM 2009: Congress Programme

WEDNESDAY 26 AUGUST 2009

DAY OVERVIEW

09:30 - 11:30	<u>INVITED SESSIONS 3</u>
11:30 - 12:00	<u>COFFEE BREAK</u>
12:00 - 14:00	<u>CONTRIBUTED SESSIONS 6</u>
14:00 - 15:30	<u>LUNCH</u>
15:30 - 17:30	<u>CONTRIBUTED SESSIONS 7</u>
17:30 - 18:15	<u>COFFEE BREAK</u>
18:15 - 19:30	<u>EEA PRESIDENTIAL ADDRESS</u>
19:30 - 20:30	<u>EEA MEMBER MEETING</u>

09:30 - 11:30 **INVITED SESSIONS 3**

EEA

09:30 - 11:30 **COERCION IN POLITICS (EEA)**

Chairperson: Timothy Besley, London School of Economics

Organizer: Daron Acemoglu, MIT Room Auditori-room

ECONOMIC SHOCKS, BARGAINING, AND CIVIL WAR

Gerard Padró i Miquel, London School of Economics

Co-Author: Sylvain Chassang, Princeton University

WEAK VERSUS STRONG ARMIES

Timothy Besley, London School of Economics

Co-Author: James Robinson, Harvard University

PERSISTENCE OF CIVIL WARS

Davide Ticchi, University of Urbino

Co-Authors: Daron Acemoglu, MIT and Andrea Vindigni, Princeton University

09:30 - 11:30 **COMPUTATIONAL ECONOMICS (EEA)**

Chairperson: Felix Kubler, ISB, University of Zurich and Swiss Finance Institute

Organizer: Felix Kubler, ISB, University of Zurich and Swiss Finance Institute Room 40.002

NUMERICAL SIMULATION OF NON OPTIMAL DYNAMIC ECONOMIES

Manuel Santos, University of Miami

STABLE AND EFFICIENT COMPUTATIONAL METHODS FOR DYNAMIC PROGRAMMING

Kenn Judd, Hoover Institution

Co-Author: Yongyang Cai, Stanford University

MULTIPLICITY OF EQUILIBRIA AND GROEBNER BASES

Karl Schmedders, Kellogg School of Management, Northwestern University.

Co-Author: Felix Kubler, ISB, University of Zurich and Swiss Finance Institute

09:30 - 11:30 **DETERMINANTS OF ENTREPRENEURSHIP (EEA)**

Chairperson: Marco Da Rin, University of Tillburg

Organizer: Marco Da Rin, University of Tillburg Room 40.000

BANKING DEREGULATIONS, FINANCING CONSTRAINTS AND FIRM ENTRY SIZE

William Kerr, Harvard Business School

Co-Author: Ramana Nanda, Harvard Business School

PSYCHOLOGICAL AND LEGAL BARRIERS TO ENTREPRENEURSHIP: EVIDENCE ACROSS COUNTRIES

Silvia Ardagna, Harvard University

Co-Author: Annamaria Lusardi, Dartmouth College

TAX POLICY AND FIRM ENTRY. EVIDENCE FROM EUROPE

Marco Da Rin, University of Tillburg

Co-Authors: Marina Di Giacomo, University of Torino and Alessandro Sembenelli, University of Torino

**09:30 - 11:30 EXPERIMENTAL FIELD WORK ON DEVELOPMENT ISSUES
IN AFRICA (EEA)**

Chairperson: Jakob Svensson, Stockholm University

Organizer: Jakob Svensson, Stockholm University Room 40.006

HUMAN CAPITAL INTERVENTIONS FOR ADOLESCENT GIRLS: EVIDENCE FROM A RANDOMIZED EXPERIMENT

Selim Gulesci, London School of Economics

Co-Authors: Oriana Bandiera, London School of Economics, Robin Burgess, London School of Economics, Markus Goldstein, World Bank Group and Imran Rasul, University College London

ADDING BUSINESS TRAINING TO MICROFINANCE: LESSONS FROM A FIELD EXPERIMENT IN TANZANIA

Kjetil Bjorvatn, NHH

Co-Author: Bertil Tungodden, NHH

**WHEN IS COMMUNITY-BASED MONITORING EFFECTIVE: EVIDENCE FROM A RANDOMIZED FIELD EXPERIMENT IN
PRIMARY HEALTH IN UGANDA**

Martina Bjorkman, Bocconi University

Co-Author: Jakob Svensson, Stockholm University

**09:30 - 11:30 NEW AUCTION MECHANISMS FOR PUBLIC POLICY:
FIGHTING THE FINANCIAL CRISIS, MITIGATING GLOBAL WARMING, AND
MORE. (EEA)**

Chairperson: Paul Klemperer, Nuffield College

Organizer: Paul Klemperer, Nuffield College Room 40.S02

ALTERNATIVE MECHANISMS TO ALLOCATE GREENHOUSE GAS PERMITS

Jacob Goeree, California Institute of Technology,

Co-Authors: Dallas Butraw, Resources for the Future, Charles Holt, University of Virginia, Karen Palmer, Resources for the Future and William Shobe, University of Virginia

A NEW AUCTION FOR SUBSTITUTES: CENTRAL-BANK LIQUIDITY AUCTIONS, AND "TOXIC ASSET" PURCHASES

Paul Klemperer, Nuffield College

IMPROVED AUCTIONS FOR COMPLEMENTS: AIRPORT LANDING-SLOT AUCTIONS, AND SPECTRUM AUCTIONS

Aytek Erdil, University of Oxford

Co-Author: Paul Klemperer, Nuffield College

09:30 - 11:30 INVITED SESSIONS 3

ESEM: Theoretical and Applied Economics

09:30 - 11:30 TOPICS IN POLITICAL ECONOMY (ESEM TAE)

Chairperson: Juuso Välimäki, Helsinki School of Economics Room 40.244

THE POLITICAL ECONOMY OF FISCAL POLICY: A DYNAMIC THEORY

Marco Battaglini, Princeton University

HOUSING: PRICE DYNAMICS AND POLITICAL ECONOMY

Andrea Prat, London School of Economics

09:30 - 11:30 NONPARAMETRIC IDENTIFICATION AND ESTIMATION (ESEM EEE)

Chairperson: Andrew Chesher, UCL Room 40.144

NONPARAMETRIC REGRESSION ON NONPARAMETRICALLY GENERATED COVARIATES

Enno Mammen, Mannheim

NONPARAMETRIC IDENTIFICATION IN STOCHASTIC VOLATILITY MODELS

Federico Bandi, GBS Univ of Chicago

11:30 - 12:00 COFFEE BREAK

12:00 - 14:00 CONTRIBUTED SESSIONS 6

EEA

12:00 - 14:00 BUSINESS CYCLES: VOLATILITY AND THE GREAT MODERATION (EEA)

Room 20.017

AGGREGATE FLUCTUATIONS AND THE NETWORK STRUCTURE OF INTERSECTORAL TRADE

Vasco Carvalho, CREI and Universitat Pompeu Fabra

BUSINESS CYCLE STYLIZED FACTS AND INVENTORY BEHAVIOUR: NEW EVIDENCE FOR THE EURO AREA

Tatiana Cesaroni, Treasury Ministry of Economy

Co-Authors: Louis Maccini, John Hopkins University and Marco Malgarini, ISAE

THE STRUCTURAL TRANSFORMATION BETWEEN MANUFACTURING AND SERVICES AND THE DECLINE IN THE U.S. GDP VOLATILITY

Alessio Moro, Universidad Carlos III Madrid, University of Cagliari

US VOLATILITY CYCLES OF OUTPUT AND INFLATION, 1919-2004: A MONEY AND BANKING APPROACH TO A PUZZLE

Max Gillman, Cardiff Business School

Co-Authors: Szilard Benk, ECB and Michal Kejak, CERGE-EI

12:00 - 14:00 CORPORATE GOVERNANCE (EEA)

Chairperson: Mark Schelker, University of Fribourg Room 20.019

MANAGERIAL ENTRENCHMENT AND THE MARKET FOR CEOS

Fabio Feriozzi, Tilburg University

THE EFFICIENCY VIEW OF CORPORATE BOARDS: EVIDENCE FROM ITALIAN LISTED FIRMS

Angelo Baglioni, Catholic University

Co-Author: Luca Colombo, Università Cattolica Milano

IS CORPORATE GOVERNANCE EFFECTIVE IN UKRAINE? A CRUDE TEST BASED ON MANAGERIAL TURNOVER DATA

Oleksandr Talavera, Robert Gordon University

Co-Authors: Olga Bilyk, Kyiv School of Economics, Bogdana Grechaniuk, Kyiv School of Economics and Alexander Muravyev, IZA

AUDITORS AND CORPORATE GOVERNANCE: EVIDENCE FROM THE PUBLIC SECTOR

Mark Schelker, University of Fribourg

12:00 - 14:00 ECONOMIC GEOGRAPHY (EEA)

Chairperson: Elisenda Paluzie, CAEPS and Departament de Teoria Econòmica, Universitat de Barcelona Room 20.021

AN NEW TEST OF NONLINEAR NEW ECONOMIC GEOGRAPHY MODELS

Eckhardt Bode, Kiel Institute for the World Economy

Co-Author: Jan Mutl, Institute of Advanced Studies

CULTURAL DIVERSITY AND ENTREPRENEURSHIP: A REGIONAL ANALYSIS FOR GERMANY

Annekatrien Niebuhr, IAB, Nürnberg

Co-Authors: David Audretsch, Max Planck Institute, Jena and Dirk Dohse, Kiel Institute for the World Economy

THE GEOGRAPHY OF THE MINIMUM WAGE

Chiara Rosazza Bondibene, Royal Holloway, University of London

Co-Authors: Peter Dolton, RHUL and CEP, LSE and Jonathan Wadsworth, RHUL and CEP, LSE

TRADE POLICY AND WAGE GRADIENTS: EVIDENCE FROM A PROTECTIONIST TURN

Elisenda Paluzie, CAEPS and Departament de Teoria Econòmica, Universitat de Barcelona

Co-Authors: Jordi Pons, CAEPS, Universitat de Barcelona and Daniel A. Tirado, Departament d'Història Econòmica, Universitat de Barcelona

12:00 - 14:00 ECONOMICS OF EDUCATION II (EEA)

Chairperson: Young-Joo Kim, University of Essex Room 20.023

IDENTITY AND EDUCATIONAL CHOICE: A BEHAVIORAL APPROACH

Yuemei Ji, Department of Economics, KULeuven

FORMAL EDUCATION VERSUS LEARNING-BY-DOING

Thérèse Rebière, CERENE, University of Le Havre

Co-Authors: Frédéric GAVREL, CERENE, University of Le Havre and Isabelle LEBON, CERENE, University of Le Havre

THE EFFECTS OF COMPETITION ON THE QUALITY OF PRIMARY SCHOOLS IN THE NETHERLANDS

Suncica Vujic, Free University Amsterdam

Co-Authors: Ali Aouragh, CPB Netherlands Bureau for Economic Policy Analysis and Joelle Noailly, CPB Netherlands Bureau for Economic Policy Analysis

BIRTH ORDER, GENDER AND EDUCATIONAL ATTAINMENT

Young-Joo Kim, University of Essex

12:00 - 14:00 ECONOMICS OF THE HOUSEHOLD IV (EEA)

Chairperson: Stefania Marcassa, University of Minnesota Room 20.025

BAD JOBS OR BAD MOMS? THE EFFECT OF MATERNAL WORK CHARACTERISTICS ON CHILD DEVELOPMENT

Christina Felfe, University St. Gallen

Co-Author: Amy Hsin, University Michigan

TIMING AND NUMBER OF MARRIAGES IN COMPETITIVE MARRIAGE MODELS

Hiromi Nosaka, Faculty of Economics, Kansai University

COMPENSATING DIFFERENTIALS IN TIME-USE OF COUPLES

Shoshana Grossbard, San Diego State University

Co-Authors: Jose Ignacio Gimenez Nadal, University of Zaragoza and José Alberto Molina, University of Zaragoza and IZA

DIVORCE LAWS AND DIVORCE RATE IN THE US

Stefania Marcassa, University of Minnesota

12:00 - 14:00 EMPIRICAL FINANCE III (EEA)

Chairperson: Thomas Laubach, Goethe University Frankfurt Room 20.027

COMPARISON OF THE STOCK PRICE CLUSTERING OF STOCKS WHICH ARE TRADED IN THE US AND GERMANY – NO ARBITRAGE OPPORTUNITIES?

Kirsten Rüchardt, Otto-von-Guericke-Universität Magdeburg

Co-Author: Bodo Vogt, Otto-von-Guericke-University Magdeburg

DO INVESTORS OPTIMIZE, FOLLOW HEURISTICS, OR LISTEN TO EXPERTS?

Vera Popova, Max Planck Institute of Economics

Co-Authors: Thomas Gehrig, Albert-Ludwigs-Universität, Werner Gueth, Max Planck Institute of Economics and Rene Levinsky, Max Planck Institute of Economics

LEARNING AND THE ROLE OF MACROECONOMIC FACTORS IN THE TERM STRUCTURE OF INTEREST RATES

Thomas Laubach, Goethe University Frankfurt

12:00 - 14:00 ENVIRONMENTAL ECONOMICS II (EEA)

Chairperson: Martin Ralf, Centre for Economic Performance Room 20.029

CARBON LEAKAGE AND INDUSTRY STRUCTURE

Robert Ritz, Oxford University

IDLE OIL WELLS: HALF EMPTY OR HALF FULL?

Lucija Muehlenbachs, University of Maryland

THE IMPACTS OF CARBON PRICING ON THE BUSINESS SECTOR: A CONSERVATIVE ESTIMATE

Martin Ralf, Centre for Economic Performance

Co-Authors: de Preux Laure, Centre for Economic Performance and Ulrich Wagner, Universidad Carlos III de Madrid

12:00 - 14:00 EXCHANGE RATES II (EEA)

Chairperson: Alan Sutherland, University of St Andrews Room 20.031

MONETARY POLICY IN TRANSITION: A CASE OF ANNOUNCED ADOPTION OF EXCHANGE RATE PEG

František Brázdík, CERGE-EI and Czech National Bank

SPECULATION AND THE DECISION TO ABANDON A FIXED EXCHANGE RATE REGIME: BRAZIL 1999 VS. MEXICO 1994

Adriana Ponta, Universidade Federal Fluminense/ Universidade Nova de Lisboa

THE SWISS EXTERNAL FINANCIAL EXPOSURE: BENEFIT OR BURDEN?

Cedric Tille, Graduate Institute for International and Development Studies, Geneva

Co-Author: Nicolas Stoffels, Swiss National Bank

LOCAL CURRENCY PRICING, FOREIGN MONETARY SHOCKS AND THE WELFARE EFFECTS OF EXCHANGE RATE POLICY

Alan Sutherland, University of St Andrews

Co-Author: Ozge Senay, University of St Andrews

12:00 - 14:00 FIRM PRODUCTIVITY (EEA)

Chairperson: Giorgia Giovannetti, University of Firenze Room 20.047

THE IMPACT OF WORKPLACE CONDITIONS ON FIRM PERFORMANCE

Elena Cottini, Aarhus School of Business, Aarhus University

Co-Authors: Sebastian Buhai, Aarhus School of Business, Aarhus University and Niels Westergaard-Nielsen, Aarhus School of Business, Aarhus University

CHANGING INSTITUTIONS AND PRODUCTIVITY ACROSS EUROPE

Antonio Bassanetti, Banca di Italia

Co-Authors: Roberto Torrini, and Francesco Zollino, Bank of Italy - Research Department

CAPITAL MISALLOCATION AND AGGREGATE FACTOR PRODUCTIVITY

Leo Kaas, University of Konstanz

Co-Author: Costas Azariadis, Washington University in St. Louis

PRODUCTIVITY AND THE INTERNATIONAL FIRM: DISSECTING HETEROGENEITY

Giorgia Giovannetti, University of Firenze

Co-Author: Davide Castellani, University of Perugia

12:00 - 14:00 FISCAL POLICY AND MACROECONOMIC DYNAMICS (EEA)

Chairperson: Davide Debortoli, UNIVERSITY OF CALIFORNIA, SAN DIEGO Room 20.049

DOES ANTICIPATION OF GOVERNMENT SPENDING MATTER? EVIDENCE FROM AN EXPECTATION AUGMENTED VAR

Joern Tenhofen, University of Bonn

Co-Author: Guntram WOLFF, European Commission

PRE-ANNOUNCEMENT AND TIMING - THE EFFECTS OF A GOVERNMENT EXPENDITURE SHOCK

Alexander Kriwoluzky, European University Institute Florence

THE DETERMINANTS OF PUBLIC DEFICIT VOLATILITY

Ricardo Sousa, University of Minho, NIPE, London School of Economics and FMG

Co-Author: Luca Agnello, University of Palermo

FISCAL POLICY UNDER LOOSE COMMITMENT

Davide Debortoli, UNIVERSITY OF CALIFORNIA, SAN DIEGO

Co-Author: Ricardo Nunes, Federal Reserve Board

12:00 - 14:00 FOREIGN DIRECT INVESTMENT III (EEA)

Room 20.051

HORIZONTAL VERSUS VERTICAL INTERDEPENDENCE IN MULTINATIONAL ACTIVITY

Harald Badinger, Oesterreichische Nationalbank

Co-Author: Peter Egger, Ifo Institute, LMU Munich

THE NEW EXPATS: ECONOMIC DETERMINANTS OF BILATERAL EXPATRIATE, FDI, AND INTERNATIONAL TRADE FLOWS

Mario Larch, Ifo Institute, Munich

Co-Authors: Jeffrey Bergstrand, Mendoza College of Business, University of Notre Dame and Peter Egger, Ifo Institute, LMU Munich

REAL VERSUS FINANCIAL BARRIERS TO MULTINATIONAL ACTIVITY

Iris Kesternich, Ludwig-Maximilians-University

Co-Authors: Claudia Buch, Uni Tuebingen and IAW, Alexander Lipponer, Deutsche Bundesbank and Monika Schnitzer, Ludwig Maximilians University, Munich

12:00 - 14:00 GROWTH REGRESSIONS: NEW DEVELOPMENTS (EEA)

Chairperson: Patricia Prufer, CPB & Tilburg University Room 20.053

PANEL GROWTH REGRESSIONS WITH GENERAL PREDETERMINED VARIABLES: LIKELIHOOD-BASED ESTIMATION AND BAYESIAN AVERAGING

Enrique Moral-Benito, CEMFI

GROWTH REGRESSIONS, PRINCIPAL COMPONENTS AND FREQUENTIST MODEL AVERAGING

Martin Wagner, Institute for Advanced Studies Vienna

Co-Author: Jaroslava Hlouskova, Institute for Advanced Studies, Vienna

A COMPARISON OF TWO MODEL AVERAGING TECHNIQUES WITH AN APPLICATION TO GROWTH EMPIRICS

Patricia Prufer, CPB & Tilburg University

Co-Authors: Jan Magnus, Tilburg University and Owen Powell, Tilburg University

12:00 - 14:00 HEALTH ECONOMICS III (EEA)

Room 20.055

"DO I REALLY NEED TO GO TO REHAB? I'D SAY NO, NO, NO." ESTIMATING PRICE ELASTICITIES OF CONVALESCENT CARE PROGRAMS

Nicolas Ziebarth, German Institute for Economic Research (DIW Berlin)

CRITICAL PERIODS DURING CHILDHOOD AND ADOLESCENCE: A STUDY OF ADULT HEIGHT AMONG IMMIGRANT SIBLINGS

Petter Lundborg, VU University Amsterdam

Co-Authors: Paul Nystedt, Linköping University, Dan-Olof Rooth, Kalmar and Lund University and Gerard J. van den Berg, VU University Amsterdam

FOOD CONSUMPTION AND OBESITY IN FRANCE

Valérie OROZCO, Toulouse School of Economics (GREMAQ INRA)

Co-Authors: Celine Bonnet, Toulouse School of Economics (GREMAQ, INRA) and Pierre Dubois, Toulouse School of Economics (GREMAQ, INRA, IDEI)

12:00 - 14:00 INCOME DISTRIBUTION I (EEA)

Chairperson: Claudia Buch, Uni Tuebingen and IAW Room 20.057

DYNAMIC GLOBALIZATION AND ITS POTENTIALLY ALARMING PROSPECTS FOR LOW-WAGE WORKERS

Sabine Jokisch, Ulm University

Co-Authors: Hans Fehr, University of Wuerzburg and Laurence J. Kotlikoff, Boston University and NBER

ACCOUNTING FOR IMPUTED AND CAPITAL INCOME FLOWS IN INEQUALITY ANALYSES

Markus Grabka, DIW Berlin / SOEP

Co-Author: Joachim R. Frick, DIW Berlin / SOEP

DEMOGRAPHIC CHANGE, HUMAN CAPITAL AND WELFARE

Thomas Schelkle, London School of Economics

Co-Authors: Alexander Ludwig, MEA, University of Mannheim and Edgar Vogel, MEA, University of Mannheim

LOW SKILL BUT HIGH VOLATILITY?

Claudia Buch, Uni Tuebingen and IAW

Co-Author: Christian Pierdzioch, University of Saarbruecken (Germany)

12:00 - 14:00 INDUSTRIAL ORGANIZATION III (EEA)

Chairperson: Heiner Schumacher, Goethe-University Frankfurt Room 20.059

INEFFICIENT BUYER MERGERS TO OBTAIN SIZE DISCOUNTS

Ozlem Bedre, Toulouse School of Economics

Co-Author: Stéphane Caprice, Toulouse School of Economics, GREMAQ and INRA

INTRA-FIRM BARGAINING AND LEARNING IN A MARKET EQUILIBRIUM

Mikhail Drugov, University of Oxford, Nuffield College and Department of Economics

CONSUMER WELFARE AND MARKET STRUCTURE IN A MODEL OF COMPETITION BETWEEN OPEN SOURCE AND PROPRIETARY SOFTWARE

Alexia Gaudeul, Friedrich-Schiller-University, Jena, Graduate School "Human Behaviour in Social and Economic Change" (GSBC)

REPUTATION AND COMPETITION IN A MARKET FOR DIFFERENTIATED PRODUCTS

Heiner Schumacher, Goethe-University Frankfurt

12:00 - 14:00 INDUSTRIAL ORGANIZATION: ELECTRICITY AND ENERGY (EEA)

Chairperson: Maria Kopsakangas-Savolainen, university of Oulu Room 20.061

ASYMMETRIC COST PASS-THROUGH IN SUPPLY FUNCTION EQUILIBRIA, COORDINATING BIDS IN POWER SPOT MARKETS

Nikolas Wölfing, Centre for European Economic Research (ZEW)

DIVESTING POWER

Giulio Federico, SP SP Centre, IESE Business School

Co-Author: Ángel L. López, IESE Business School

THE EFFECTS OF VERTICAL INTEGRATION ON AUCTION OUTCOMES IN THE EU AND US ELECTRICITY MARKETS

Silvester Van Koten, CERGE-EI

COMPARING WELFARE EFFECTS OF DIFFERENT REGULATION SCHEMES: AN APPLICATION TO THE ELECTRICITY DISTRIBUTION INDUSTRY

Maria Kopsakangas-Savolainen, university of Oulu

Co-Author: Rauli Svento, University of Oulu

12:00 - 14:00 INTERNATIONAL FINANCE III (EEA)

Chairperson: Nicolas Coeurdacier, London Business School Room Auditori-room

HAVE EURO AREA GOVERNMENT BOND RISK PREMIA CONVERGED TO THEIR COMMON STATE ?

Lorenzo Pozzi, Erasmus University Rotterdam

Co-Author: Guido Wolswijk, ECB

FINANCIAL INTERMEDIATION AND THE ROLE OF PRICE DISCRIMINATION IN A TWO-TIER MARKET

Stefan Reitz, Deutsche Bundesbank

Co-Authors: Markus Schmidt, Deutsche Bundesbank and Mark Taylor, University of Warwick

DOMESTIC OR GLOBAL IMBALANCES? RISING INEQUALITY AND THE FALL IN THE US CURRENT ACCOUNTX

Tobias Broer, European University Institute

WHEN BONDS MATTER: HOME BIAS IN GOODS AND ASSETS

Nicolas Coeurdacier, London Business School

Co-Author: Pierre Olivier Gourinchas, University of Berkeley

12:00 - 14:00 INTERNATIONAL TRADE: EMPIRICAL STUDIES III (EEA)

Chairperson: Guy Lalanne, INSEE-CREST Room 40.S02

THE CHASE AFTER THE "REAL" IMPACT OF GATT/WTO: A STUDY USING THE BEST FEATURES FROM VARIOUS PAPERS

Marco Wagner, University of Bayreuth

Co-Author: Bernhard Herz, University of Bayreuth

THE PRO-COMPETITIVE EFFECT OF IMPORTS FROM CHINA: AN ANALYSIS ON FIRM-LEVEL PRICE DATA

Enrico Sette, BANK OF ITALY

Co-Authors: Matteo Bugamelli, BANK OF ITALY and Silvia Fabiani, BANK OF ITALY

EXPORT-SUPPORTING FDI

Sebastian Krauthaim, Paris School of Economics

THE EFFECT OF THE URUGUAY ROUND MULTILATERAL TARIFF REDUCTION ON THE INTENSIVE AND EXTENSIVE MARGINS OF TRADE

Guy Lalanne, INSEE-CREST

Co-Author: Ines Buono, Banca d'Italia

12:00 - 14:00 LABOR MARKET REGULATION (EEA)

Chairperson: Beatrice Scheubel, Center for Economic Studies, University of Munich Room 40.002

RELAXED DISMISSAL PROTECTION: EFFECTS ON THE HIRING AND FIRING BEHAVIOUR OF SMALL FIRMS

Stefan Bauernschuster, Friedrich Schiller University Jena

THE DISTRIBUTIVE AND WELFARE EFFECTS OF PRODUCT AND LABOUR MARKET DEREGULATION

Gabriele Cardullo, University of Genoa

THRESHOLD EFFECTS OF DISMISSAL PROTECTION REGULATION AND THE EMERGENCE OF TEMPORARY WORK AGENCIES

Michael Funke, Hamburg University

DOES IT PAY TO BE A WOMAN? LABOUR MARKET EFFECTS OF MATERNITY-RELATED JOB PROTECTION AND REPLACEMENT INCOMES

Beatrice Scheubel, Center for Economic Studies, University of Munich

12:00 - 14:00 LABOR MARKETS: EMPIRICAL STUDIES II (EEA)

Chairperson: Luke Ignaczak, Carleton University Room 40.004

SEEKING SIMILARITY: MANAGER ETHNICITY AND WORKFORCE COMPOSITION

Lena Hensvik, Uppsala University/IFAU

Co-Authors: Olof Åslund, Institute for labor market policy evaluation, IFAU and Oskar Nordstrom Skans, Institute for labor market policy evaluation, IFAU

TECHNOLOGY, OPENNESS AND DIFFICULTY IN HIRING: FIRM LEVEL EVIDENCE FOR EAST ASIA

Rita Almeida, World Bank

A NONPARAMETRIC ANALYSIS OF CANADIAN EMPLOYMENT PATTERNS

Luke Ignaczak, Carleton University

Co-Author: Marcel Voia, Carleton University

12:00 - 14:00 MACROECONOMICS AND INSTITUTIONS (EEA)

Chairperson: Paolo Pinotti, Banca d'Italia Room 40.006

BEHIND PUBLIC SECTOR EFFICIENCY: THE ROLE OF CULTURE AND INSTITUTIONS

Pietro Tommasino, Bank of Italy - Research Dept

Co-Authors: Marco Casiraghi, Boston University and Raffaella Giordano, Bank of Italy - Research Dept

AN EXOGENOUS SHOCK TO PREFERENCES-FOR-REDISTRIBUTION AND PREFERENCES-FOR-INTERVENTION IN THE ECONOMY: EMPIRICAL EVIDENCE FROM A QUASI-EXPERIMENT

Christoph Basten, European University Institute

Co-Author: Frank Betz, European University Institute

MACROECONOMIC RISK AND THE SIZE OF GOVERNMENT: DO GLOBALISATION AND INSTITUTIONS MATTER?

Fabrizio Carmignani, University of Queensland

Co-Authors: Emilio Colombo, University of Milano - Bicocca and Tirelli Patrizio, University of Milano-Bicocca

TRUST AND REGULATIONS: ADDRESSING A CULTURAL BIAS

Paolo Pinotti, Banca d'Italia

12:00 - 14:00 **MIGRATION II (EEA)**

Chairperson: Joel López Real, Universidad Carlos III de Madrid Room 40.008

MIGRATION CREATION AND DIVERSION IN THE EUROPEAN UNION: IS CENTRAL AND EASTERN EUROPE A “NATURAL” MEMBER OF THE SINGLE MARKET FOR LABOUR?

Helena Marques, University of Manchester

THE ECONOMIC DRIVERS OF HUMAN TRAFFICKING: MICRO-EVIDENCE FROM FIVE EASTERN EUROPEAN COUNTRIES.

Toman Omar Mahmoud, Kiel Institute for the World Economy

Co-Author: Christoph Trebesch, Free University of Berlin

MACROECONOMIC DETERMINANTS OF MIGRANTS' REMITTANCES: NEW EVIDENCE FROM PANEL DATA

Dramane Coulibaly, Student

QUANTITATIVE ANALYSIS ON IMMIGRANTS' SELF-SELECTION AND ITS IMPLICATIONS

Joel López Real, Universidad Carlos III de Madrid

12:00 - 14:00 **MONETARY ECONOMICS II (EEA)**

Chairperson: Roland Winkler, Christian-Albrechts-University of Kiel and Kiel Institute for the World Economy Room 40.010

TIME-DEPENDENT PRICING AND NEW KEYNESIAN PHILLIPS CURVE

Fang Yao, Humboldt University Berlin

RAMSEY MONETARY POLICY, OIL PRICE SHOCKS, AND WELFARE

Roland Winkler, Christian-Albrechts-University of Kiel and Kiel Institute for the World Economy

12:00 - 14:00 **POLITICAL ECONOMY V (EEA)**

Chairperson: Jens Prüfer, Tilburg University Room 40.012

SUBGROUP DELIBERATION AND VOTING

Mark Le Quement, EUI

THE DEMOGRAPHICS OF EXPROPRIATION RISK

Philipp Harms, RWTH Aachen University

Co-Author: Philipp an de Meulen, RWTH Aachen University

IMPERFECT INFORMATION, DEMOCRACY, AND POPULISM

Jens Prüfer, Tilburg University

Co-Author: Johannes Binswanger, Tilburg University

12:00 - 14:00 **TAXATION III (EEA)**

Chairperson: Switgard Feuerstein, University of Heidelberg Room 40.063

EFFECTIVE PROFIT TAXATION AND THE ELASTICITY OF THE CORPORATE INCOME TAX BASE: EVIDENCE FROM GERMAN CORPORATE TAX RETURN DATA

Nadja Dwenger, DIW Berlin

Co-Author: Viktor Steiner, DIW Berlin

DETERRENCE THROUGH WORD OF MOUTH

Christian Traxler, Max Planck Institute for Research on Collective Goods

Co-Author: Johannes Rincke, University of Munich

TAXES INDUCING INTERNATIONAL PRICE DISCRIMINATION: AN OPTIMAL TARIFF APPROACH

Switgard Feuerstein, University of Heidelberg

12:00 - 14:00 **TRADE LIBERALIZATION STUDIES (EEA)**

Chairperson: Assaf Razin, Tel Aviv University Room 40.101

CHILD WORK AND SCHOOLING UNDER TRADE LIBERALIZATION IN INDONESIA

Krisztina Kis-Katos, University of Freiburg, Germany

Co-Author: Robert Sparrow, Institute of Social Studies

OFFSHORING PRODUCTION: A SIMPLE MODEL OF WAGES, PRODUCTIVITY, AND GROWTH

Alireza Naghavi, University of Bologna

Co-Author: Colin Davis,

A MODEL OF TRADE LIBERALIZATION AND TECHNOLOGY ADOPTION WITH HETEROGENEOUS FIRMS

Andrey Stoyanov, York University

INTERNATIONAL MIGRATION AND THE WELFARE STATE: FREE VS POLICY CONTROLLED MIGRATION

Assaf Razin, Tel Aviv University

Co-Author: Alon Cohen, Tel Aviv University

12:00 - 14:00 **CONTRIBUTED SESSIONS 6**

ESEM: Theoretical and Applied Economics

12:00 - 14:00 **GAME THEORY II (ESEM TAE)**

Chairperson: Rene Saran, Maastricht University Room 40.209

DYNAMIC COALITIONAL EQUILIBRIUM

Hannu Vartiainen, Turku School of Economics and Yrjö Jahnsson Foundation

BACKWARDS INDUCTION AND SEQUENTIAL EQUILIBRIUM

Carlos Pimienta, The University of New South Wales

ON THE EXISTENCE OF UNDOMINATED ELEMENTS OF ACYCLIC RELATIONS

Hannu Salonen, University of Turku

Co-Author: Hannu Vartiainen, Turku School of Economics and Yrjö Jahnsson Foundation

THE MAXIMAL DOMAIN FOR THE REVELATION PRINCIPLE WHEN PREFERENCES ARE MENU DEPENDENT

Rene Saran, Maastricht University

12:00 - 14:00 AUCTIONS III (ESEM TAE)

Chairperson: Kazumori Eiichiro, University of Tokyo Room 40.213

CHARITY AUCTIONS FOR THE HAPPY FEW

Olivier Bos, Paris School of Economics and CORE

ASYMMETRIC AUCTIONS WITH RESALE: AN EXPERIMENTAL STUDY

Sotiris Georganas, Ohio State

Co-Author: John Kagel, Ohio State

SIGNALING IN AUCTIONS AMONG COMPETITORS

Cédric Wasser, Humboldt-University of Berlin

Co-Author: Benedikt von Scarpatetti, University of Basel

A STRATEGIC THEORY OF MARKETS

12:00 - 14:00 REPEATED AND DYNAMIC GAMES II (ESEM TAE)

Chairperson: William Fuchs, University of Chicago Room 40.244

A FOLK THEOREM FOR STOCHASTIC GAMES WITH FINITE HORIZON

chantal marlats, Paris School of Economics; Université Paris Panthéon-Sorbonne, CES

COOPERATION AND COMMUNITY RESPONSIBILITY: A FOLK THEOREM FOR REPEATED RANDOM MATCHING GAMES

Joyee Deb, New York University, Stern School of Business

A FOUNDATION FOR MARKOV EQUILIBRIA IN PERFECT INFORMATION GAMES

Stephen Morris, Princeton University

Co-Authors: V. Bhaskar, UCL and George Mailath,

FROM EQUALS TO DESPOTS: THE DYNAMICS OF REPEATED GROUP DECISION TAKING WITH PRIVATE INFORMATION

William Fuchs, University of Chicago

Co-Author: vinicius carrasco, puc rio

12:00 - 14:00 NETWORKS I (ESEM TAE)

Chairperson: Luca Paolo Merlino, Universitat Autònoma de Barcelona Room 40.246

BOUNDED RATIONALITY AND INCOMPLETE INFORMATION IN NETWORK GAMES

Marco van der Leij, University of Alicante

Co-Authors: Coralio Ballester, University of Alicante and Giovanni Ponti, University of Alicante and University di Ferrara

CENTRALIZING INFORMATION IN NETWORKS

Jeanne Hagenbach, Paris School of Economics

EFFICIENCY IN COORDINATION GAMES PLAYED IN A VOLATILE ENVIRONMENT

Mathias Staudigl, University of Vienna

ENDOGENOUS JOB CONTACT NETWORKS

Luca Paolo Merlino, Universitat Autònoma de Barcelona

Co-Author: Andrea Galeotti, University of Essex

12:00 - 14:00 TAXATION II (ESEM TAE)

Chairperson: Etienne Lehmann, CREST Room 40.248

A COMPARISON OF OPTIMAL TAX POLICIES WHEN COMPENSATION AND RESPONSIBILITY MATTER

Dirk Van de gaer, SHERPPA, Ghent University

Co-Author: Laurence Jacquet, Norwegian School of Economics and Business Administration

CAPITAL INCOME TAXES WITH HETEROGENEOUS DISCOUNT RATES: POSITIVE FOR HIGH EARNERS, NEGATIVE FOR LOW EARNERS

Johannes Spinnewijn, Massachusetts Institute of Technology

Co-Author: Peter Diamond, Massachusetts Institute of Technology

OPTIMAL TAXATION WITH MONOPOLISTIC COMPETITION

Leslie J Reinhorn, University of Durham

THE OPTIMAL MARGINAL TAX RATES WITH BOTH EXTENSIVE AND INTENSIVE RESPONSES

Etienne Lehmann, CREST

Co-Authors: Laurence Jacquet, Norwegian School of Economics and Business Administration and Bruno Van der Linden, UCLouvain

12:00 - 14:00 INTERNATIONAL FINANCE I (ESEM TAE)

Chairperson: Bianca De Paoli, Bank of England, London School of Economics and CEP Room 40.250

AGGREGATION AND THE PPP PUZZLE IN A STICKY-PRICE MODEL

Fernanda Nechio, Federal Reserve Bank of San Francisco

Co-Author: Carlos Carvalho, Federal Reserve Bank of New York

NEWS SHOCKS, EXCHANGE RATES AND EQUITY PRICES

Pietro Cova, Bank of Italy

Co-Authors: Akito Matsumoto, International Monetary Fund, Massimiliano Pisani, Bank of Italy and Alessandro Rebucci, Inter-American Development Bank

THE FORWARD PREMIUM PUZZLE AND LATENT FACTORS DAY BY DAY

Kerstin Bernoth, German Institute of Economic Research (DIW)

Co-Authors: Casper de Vries, Erasmus University Rotterdam, Tinbergen Institute and Jürgen Von Hagen, University of Bonn

ON THE INTERNATIONAL DIMENSION OF FISCAL POLICY

Bianca De Paoli, Bank of England, London School of Economics and CEP

Co-Author: Gianluca Benigno, London School of Economics

12:00 - 14:00 GROWTH III (ESEM TAE)

Chairperson: Shu-shiuan Lu, National Tsing Hua University Room 40.252

CREDITOR RIGHTS, INEQUALITY AND DEVELOPMENT IN A NEOCLASSICAL GROWTH MODEL

Benjamin Moll, University of Chicago

INFLATION, LIQUIDITY RISK, AND LONG-RUN TFP-GROWTH

Marc Schiffbauer, Economic and Social Research Institute (ESRI)

Co-Authors: Michael Evers, University of Bonn and Stefan Niemann, University of Essex

REVISITING THE GROWTH OF HONG KONG, SINGAPORE, SOUTH KOREA, AND TAIWAN, 1978-2006 FROM THE PERSPECTIVE OF A NEOCLASSICAL MODEL

Shu-shiuan Lu, National Tsing Hua University

12:00 - 14:00 LABOR MARKETS AND HUMAN CAPITAL (ESEM TAE)

Chairperson: Caterina Calsamiglia , Universitat Autònoma de Barcelona Room 40.253

GRADE INFLATION, SOCIAL BACKGROUND, AND LABOUR MARKET MATCHING

Robert Schwager, Georg-August-University Goettingen

HOW DO SHOCKS TO NON-COGNITIVE SKILLS AFFECT TEST SCORES?

Stefanie Behncke, SEW (University of St.Gallen), IZA, SNB

IMPROVEMENT IN INFORMATION AND PRIVATE INVESTMENT IN EDUCATION

Itzhak Zilcha, Tel Aviv University

Co-Author: Bernhard Eckwert, Bielefeld University

THE INCENTIVE EFFECTS OF AFFIRMATIVE ACTION IN A REAL-EFFORT TOURNAMENT

Caterina Calsamiglia, Universitat Autònoma de Barcelona

Co-Authors: Jörg Franke, TU Dortmund and Pedro Rey-Biel, Universitat Autònoma de Barcelona

12:00 - 14:00 SOCIAL NORMS AND SOCIAL NETWORKS (ESEM TAE)

Chairperson: Steffen Altmann, IZA and University of Bonn Room 40.254

ANONYMITY AND INFIDELITY: ETHNIC IDENTITY, CROSS-ETHNIC STRATEGIC SEXUAL NETWORK INTERACTIONS, AND HIV/AIDS IN AFRICA

Roland Pongou, Brown University

CHANGING IDENTITY:

Alan Kirman, Université d'Aix Marseille III

SOCIAL PREFERENCES? GOOGLE ANSWERS!

Tobias Regner, Max Planck Institute of Economics

THE IMPACT OF COOPERATION DEFAULTS ON VOLUNTARY CONTRIBUTIONS TO PUBLIC GOODS

Steffen Altmann, IZA and University of Bonn

Co-Author: Armin Falk, University of Bonn

12:00 - 14:00 CONTRIBUTED SESSIONS 6

ESEM: Econometrics and Empirical Economics

12:00 - 14:00 JOB SEARCH ANALYSIS (ESEM EEE)

Chairperson: Bart Cockx, Sherppa, Ghent University Room 40.144

ARE CONTINGENT JOBS DEAD ENDS OR STEPPING STONES TO REGULAR JOBS? EVIDENCE FROM A STRUCTURAL ESTIMATION

Ryuichi Tanaka, Tokyo Institute of Technology

Co-Authors: Julen Esteban-Pretel, University of Tokyo and Ryo Nakajima, University of Tsukuba

THE EFFECTS OF SAVINGS ON RESERVATION WAGES AND SEARCH EFFORT

Marloes Lammers, VU Amsterdam

THE (UN)IMPORTANCE OF UNEMPLOYMENT FLUCTUATIONS FOR WELFARE

Keith Kuester, Federal Reserve Bank of Philadelphia

Co-Author: Philip Jung, University of Mannheim

MONITORING AND SANCTIONS IN A NON-STATIONARY STRUCTURAL JOB SEARCH MODEL

Bart Cockx, Sherppa, Ghent University

Co-Authors: Muriel Dejemepe, UCLouvain, Andrey Launov, University of Mainz and Bruno Van der Linden, UCLouvain

12:00 - 14:00 RETIREMENT (ESEM EEE)

Chairperson: Raymond Montizaan, Maastricht University Room 40.146

PENSION PLANS AND THE RETIREMENT REPLACEMENT RATES IN THE NETHERLANDS

Mauro Mastrogiacomo, CPB (Netherlands bureau for Economic Policy Analysis) , VU Univeristy Amsterdam, Netspar

Co-Authors: Maarten Lindeboom, VU univeristy Amsterdam, Netspar, Petter Lundborg, VU University Amsterdam, Netspar and Mark van Duijn, OECD

HEALTH, HEALTH INSURANCE AND THEIR EFFECT ON RETIREMENT BEHAVIOUR

Jonneke Bolhaar, VU University Amsterdam

Co-Author: Bas Van der Klaauw, VU University, Amsterdam

HEALTH, RETIREMENT AND SOCIAL SECURITY POLICY

Shutao Cao, Bank of Canada

SHATTERED DREAMS: THE EFFECTS OF CHANGING THE PENSION SYSTEM LATE IN THE GAME

Raymond Montizaan, Maastricht University

Co-Authors: Andries De grip, Maastricht University and Maarten Lindeboom, VU univeristy Amsterdam, Netspar

12:00 - 14:00 HEALTH CARE (ESEM EEE)

Chairperson: Daniel Bennett, University of Chicago Room 40.148

REDUCING THE NUMBER OF DOCTOR VISITS BY SUPPLY-SIDE REGULATIONS

Hendrik Schmitz, Ruhr Graduate School in Economics

PUBLIC PRIMARY HEALTH CARE AND CHILD HEALTH IN BRAZIL: EVIDENCE FROM SIBLINGS

Mauricio Reis, Instituto de pesquisa Econômica Aplicada

COMPETING DOCTORS, ANTIBIOTIC USE, AND ANTIBIOTIC RESISTANCE IN TAIWAN

Daniel Bennett, University of Chicago

Co-Authors: Che-Lun Hung, National Tsing Hua University and Tsai-Ling Lauderdale, NHRI Taiwan

12:00 - 14:00 ASSET PRICING 2 (ESEM EEE)

Chairperson: Anna Simoni, Toulouse School of Economics Room 40.105

APPROXIMATE DERIVATIVE PRICING FOR LARGE CLASS OF HOMOGENEOUS ASSETS WITH SYSTEMATIC RISKS

Patrick Gagliardini, University of Lugano and Swiss Finance Institute

Co-Author: Christian Gouriéroux, CREST, CEPREMAP and University of Toronto

ESTIMATING AND TESTING CROSS-SECTIONAL ASSET PRICING MODELS: A ROBUST IV ECONOMETRIC TECHNIQUE

Huntley Schaller, Princeton University

Co-Author: Lynda Khalaf, Carleton University

ON THE INFORMATIONAL PROPERTIES OF TRADING NETWORKS

Celso Brunetti, Johns Hopkins University

Co-Authors: Lada Adamic, University of Michigan and Andrei Kirilenko, CFTC

BAYESIAN NONPARAMETRIC ESTIMATION OF ASSET PRICING FUNCTIONALS

Anna Simoni, Toulouse School of Economics

12:00 - 14:00 INDUSTRIAL ORGANIZATION (ESEM EEE)

Chairperson: Raquel Sampaio, Toulouse School of Economics Room 40.150

ESTIMATING A MODEL OF STRATEGIC NETWORK CHOICE: THE CONVENIENCE-STORE INDUSTRY IN OKINAWA

Mitsukuni Nishida, University of Chicago

DO FIRMS SELL FORWARD CONTRACTS FOR STRATEGIC REASONS? AN APPLICATION TO THE DUTCH WHOLESALE MARKET FOR NATURAL GAS

Remco van Eijkel, University of Groningen

Co-Author: Jose Luis Moraga-Gonzalez, University of Groningen

LOCAL ENTRY DECISIONS IN THE US BANKING INDUSTRY

Ramiro de Elejalde, Universidad Carlos III de Madrid

COMPETITION BETWEEN LOW-COST CARRIERS AND TRADITIONAL AIRLINES: AN EMPIRICAL ENTRY MODEL

Raquel Sampaio, Toulouse School of Economics

12:00 - 14:00 NONPARAMETRICS (ESEM EEE)

Chairperson: Karl Schlag, Universitat Pompeu Fabra Room 40152

A STATISTICAL THEORY OF EXPERIMENTS IN ECONOMIC EXPERIMENTS

Raffaello Seri, Università dell'Insubria

Co-Authors: Michele Bernasconi, Università Ca' Foscari Venezia and Christine Choirat, Universidad de Navarra

ESTIMATING AVERAGE MARGINAL EFFECTS IN NONSEPARABLE STRUCTURAL SYSTEMS

Karim Chalak, Boston College

Co-Authors: Susanne Schennach, University of Chicago and Halbert White, University of California, San Diego

PROPERTIES OF HIERARCHICAL ARCHIMEDEAN COPULAS

Yarema Okhrin, University of Bern

Co-Authors: Ostap Okhrin, Humboldt-Universität zu Berlin and Wolfgang Schmid, European University Viadrina

EXACT TESTS FOR CORRELATION AND FOR THE SLOPE IN SIMPLE LINEAR REGRESSIONS WITHOUT MAKING ASSUMPTIONS

Karl Schlag, Universität Pompeu Fabra

12:00 - 14:00 VAR (ESEM EEE)

Chairperson: Helmut Lutkepohl, EUI, Florence Room 40.109

AUTOREGRESSIONS AND PRIORS ABOUT INITIAL GROWTH RATES

Marek Jarocinski, European Central Bank

Co-Author: Albert Marcet, IAE-CSIC

NONCAUSAL VECTOR AUTOREGRESSION

Markku Lanne,

Co-Author: Pentti Saikkonen, University of Helsinki

LONG RUN CANONICAL CORRELATIONS: ESTIMATION, INFERENCE AND USEFULNESS IN ECONOMETRIC ANALYSIS OF TIME SERIES

Alastair Hall, University of Manchester

Co-Authors: Prosper Dovonon, Barclays Wealth and Kalidas Jana, University of Texas at Brownsville

STRUCTURAL VECTOR AUTOREGRESSIONS WITH MARKOV SWITCHING

Helmut Lutkepohl, EUI, Florence

Co-Authors: Markku Lanne, and Katarzyna Maciejowska Maciejowska

12:00 - 14:00 VOLATILITY 3 (ESEM EEE)

Chairperson: Katja Ahoniemi, Helsinki School of Economics Room 40.201

ASSESSING THE NATURE OF PRICING INEFFICIENCIES VIA REALIZED MEASURES

Rachidi Kotchoni, Université de Montréal

Co-Author: Marine Carrasco, University of Montreal, CIREQ, CIRANO

RE)CORRELATION: A MARKOV SWITCHING MULTIFRACTAL MODEL WITH TIME VARYING CORRELATIONS

Julien Idier, Banque de France & universit  Paris 1

REFINING MULTIVARIATE REALIZED KERNELS: A BLOCKING AND RANDOM MATRIX THEORY APPROACH

Lada Kyj, Humboldt University zu Berlin

Co-Authors: Nikolaus Hautsch, Humboldt-Universit t zu Berlin and Roel Oomen, Deutsche Bank, London and University of Amsterdam

IMPLIED VOLATILITY WITH TIME-VARYING REGIME PROBABILITIES

Katja Ahoniemi, Helsinki School of Economics

Co-Author: Markku Lanne

12:00 - 14:00 POLITICAL ECONOMY (ESEM EEE)

Chairperson: Carmine Guerriero, University of Cambridge Room 40.154

A REGRESSION DISCONTINUITY TEST OF STRATEGIC VOTING AND DUVERGER'S LAW

Thomas Fujiwara, Dept. of Economics, Univ. of British Columbia

INFERRING STRATEGIC VOTING

Yasutora Watanabe, Northwestern University

Co-Author: Kei Kawai, Northwestern University

GOVERNMENT SPENDING AND LEGISLATIVE ORGANIZATION: QUASI-EXPERIMENTAL EVIDENCE FROM GERMANY

Marko Koethenbueger, University of Copenhagen

Co-Author: Peter Egger, Ifo Institute, LMU Munich

THE POLITICAL ECONOMY OF INCENTIVE REGULATION: THEORY AND EVIDENCE FROM US STATES

Carmine Guerriero, University of Cambridge

12:00 - 14:00 PANEL DATA (ESEM EEE)

Chairperson: Manuel Arellano, CEMFI Room 40.113

NEW NONPARAMETRIC ESTIMATION OF THE MARGINAL EFFECTS IN FIXED-EFFECTS PANEL MODELS: AN APPLICATION ON THE ENVIRONMENTAL KUZNETS CURVE

Debasri Mukherjee, Western Michigan University

Co-Author: yoonseok lee, university of michigan

ESTIMATING NONLINEAR MODELS WITH MULTIPLE FIXED EFFECTS: A COMPUTATIONAL NOTE

Laura Hospido, Bank of Spain, Research Division

Co-Author: Manuel Arellano, CEMFI

IDENTIFYING DISTRIBUTIONAL CHARACTERISTICS IN RANDOM COEFFICIENTS PANEL DATA MODELS

Manuel Arellano, CEMFI

Co-Author: Stéphane Bonhomme, CEMFI

14:00 - 15:30 LUNCH

15:30 - 17:30 CONTRIBUTED SESSIONS 7

EEA

15:30 - 17:30 BANKING I (EEA)

Chairperson: Javier Andrés, Universidad de Valencia Room 20.017

RELATIONSHIP LENDING AND FIRM INNOVATIVENESS

Caterina Giannetti, GSBC - Friedrich Schiller University Jena, University of Siena

PROBABILITY OF DEFAULT, FACILITY RATING AND LOAN MATURITY

Dorothea Schäfer, German Institute for Economic Research

Co-Authors: Nataliya Barasinska, German Institute for Economic Research and Oleksandr Talavera, Robert Gordon University

BANKING COMPETITION, HOUSING PRICES AND MACROECONOMIC STABILITY

Javier Andrés, Universidad de Valencia

Co-Author: Óscar Arce, Economic Bureau of the Prime Minister of Spain

15:30 - 17:30 CORPORATE TAXATION (EEA)

Chairperson: Ruud de Mooij, Erasmus School of Economics Room 20.019

CORPORATE INCOME TAXATION AND LOBBYING OF MULTINATIONAL ENTERPRISES

Alexander Mahle, University of Munich

Co-Author: Marco Runkel, Otto von Guericke Universität Magdeburg

THE POLITICAL ECONOMY OF CORPORATE TAX HARMONIZATION - WHY DO EUROPEAN POLITICIANS (DIS)LIKE MINIMUM TAX RATES?

Steffen Osterloh, ZEW (Centre for European Economic Research)

Co-Author: Friedrich Heinemann, ZEW (Centre for European Economic Research)

CAPITAL STRUCTURE, CORPORATE TAXATION AND FIRM AGE

Matthias Stoeckl, University of Innsbruck

Co-Authors: Michael Pfaffermayr, University of Innsbruck and Hannes Winner, University of Innsbruck, Department of Economics and Statistics

AN APPLIED ANALYSIS OF ACE AND CBIT: REFORM IN THE EU

Ruud de Mooij, Erasmus School of Economics

Co-Author: Michael Devereux, Said Business School

15:30 - 17:30 ECONOMIC ANALYSIS OF CONFLICT (EEA)

Chairperson: Joan Esteban, IAE, CSIC, Barcelona Room 20.021

ETHNIC CONFLICT AND JOB SEPARATIONS

Asaf Zussman, Hebrew University

Co-Authors: Sami Miaari, European University Institute and Noam Zussman, Bank of Israel

DOES TERRORISM HAVE ECONOMIC ROOTS?

Pinar Derin Gure, Boston University

A MODEL OF ETHNIC CONFLICT

Joan Esteban, IAE, CSIC, Barcelona

Co-Author: Debraj Ray, New York University and Instituto de Analisis Economico (CSIC)

15:30 - 17:30 ECONOMICS OF EDUCATION III (EEA)

Chairperson: David Jaeger, City University of New York Graduate Center Room 20.023

HOW MUCH DO PARENTS VALUE PRIORITY ADMISSION TO ELEMENTARY SCHOOLS WITH DIFFERENT ACADEMIC REPUTATIONS?

Wei-Kang Wong, Department of Economics, National University of Singapore

THE SIGNALING VALUE OF CENTRAL SCHOOL EXAMS

Guido Schwerdt, Ifo Institute for Economic Research

Co-Author: Ludger Wössmann, Ifo Institute of Economic Research

ON THE SENSITIVITY OF RETURN TO SCHOOLING ESTIMATES TO ESTIMATION METHODS, MODEL SPECIFICATION, AND INFLUENTIAL OUTLIERS IF IDENTIFICATION IS WEAK

David Jaeger, City University of New York Graduate Center

Co-Author: Juliane Parys, Bonn Graduate School of Economics

15:30 - 17:30 ECONOMICS OF THE HOUSEHOLD V (EEA)

Chairperson: Christoph Winter, IEW, University of Zurich Room 20.025

HOUSE PRICE VOLATILITY AND HOUSEHOLD INDEBTEDNESS IN THE UNITED STATES AND THE UNITED KINGDOM

John Gathergood, University of Nottingham

Co-Author: Richard Disney, University of Nottingham

CHOOSING AND USING PAYMENT INSTRUMENTS: EVIDENCE FROM GERMAN MICRO-DATA

Ulf Von Kalckreuth, Deutsche Bundesbank

Co-Authors: Tobias Schmidt, Deutsche Bundesbank and Helmut Stix, Oesterreichische Nationalbank

ACCOUNTING FOR THE CHANGING ROLE OF FAMILY INCOME IN DETERMINING COLLEGE ENTRY

Christoph Winter, IEW, University of Zurich

15:30 - 17:30 EMPIRICAL FINANCE IV (EEA)

Chairperson: Christian Grisse, Federal Reserve Bank of New York Room 20.027

EXPECTATIONS HYPOTHESIS AND THE FX RISK PREMIUM: GETTING THE MEASURE RIGHT

Paul Schneider, University of Warwick

Co-Authors: Wagner Christian, Vienna University of Economics and Business and Lucio Sarno, Cass Business School, City University London

WHY DO MARKETS FREEZE? ASYMMETRIC INFORMATION AND CAPITAL CONSTRAINTS

Yaron Leitner, Federal Reserve Bank of Philadelphia

Co-Author: Philip Bond, University of Pennsylvania

NEWS PRESSURE, PUBLIC IMAGE, AND FIRM STOCK MARKET VALUE

Marie-Aude Laguna, Université Paris I Panthéon-Sorbonne

HIGHER ORDER BELIEFS AND THE COMOVEMENT OF ASSET PRICES

Christian Grisse, Federal Reserve Bank of New York

15:30 - 17:30 EXPERIMENTAL ECONOMICS III (EEA)

Chairperson: Stefanie Gapp, University of Innsbruck, Institute of Public Choice Room 20.029

MEASURING TRUST: EXPERIMENTS AND SURVEYS IN CONTRAST AND COMBINATION

Michael Naef, Royal Holloway, U London

Co-Author: Juergen Schupp, DIW Berlin

POWER IN PARTNERSHIPS: AN EXPERIMENTAL ANALYSIS OF INCOMPLETE CONTRACTS

Marco Faravelli, University of St Andrews

Co-Authors: Oliver Kirchkamp, University of Jena and Helmut Rainer, University of St Andrews

THE IMPACT OF SOCIAL COMPARISONS ON RECIPROCITY

Daniele Nosenzo, University of Nottingham

Co-Authors: Simon Gaechter, Nottingham and Martin Sefton, University of Nottingham

THIRD-PARTY OBSERVATION AND INTERVENTION IN THE PRISONER'S DILEMMA

Stefanie Gapp, University of Innsbruck, Institute of Public Choice

Co-Author: Matthias Sutter, University of Innsbruck

15:30 - 17:30 FISCAL POLICY II (EEA)

Chairperson: Rym Aloui, university of Evry- EPEE Room 20.031

COUNTERCYCLICAL ASPECTS OF PUBLIC DEBT

Thomas Weitzenblum, University of Franche-Comté, CRESE and PSE-CEPREMAP

Co-Author: Sumudu Kankanamge, Paris School of Economics

SIMPLE FISCAL POLICY RULES: TWO CHEERS FOR A DEBT BRAKE?

Eric Mayer, UNiversity of Würzburg

Co-Author: Nikolai Stähler, Deutsche Bundesbank

SIMPLE MONETARY AND FISCAL RULES IN A NON RICARDIAN ECONOMY WITH CAPITAL: LEEPER REVISITED

Rym Aloui, university of Evry- EPEE

Co-Author: Michel Guillard, University of Evry EPEE

15:30 - 17:30 HEALTH ECONOMICS IV (EEA)

Chairperson: Cristina Vilaplana Prieto, Universidad Católica San Antonio de Murcia Room 20.047

EVALUATING A NATIONWIDE HEALTH INTERVENTION USING THE INTENTION-TO-TREAT FRAMEWORK: AN APPLICATION TO MALAWI'S ITN DISTRIBUTION PROGRAM

Eva Deuchert, University of St. Gallen

EMPIRICAL ESTIMATES OF THE IMPACT OF A FAT TAX

Martin O'Connell, Institute for Fiscal Studies

Co-Authors: Rachel Griffith, IFS and Lars Nesheim, Institute for Fiscal Studies

THE TRADE-OFF BETWEEN FORMAL AND INFORMAL CARE IN SPAIN

Cristina Vilaplana Prieto, Universidad Católica San Antonio de Murcia

Co-Author: Jiménez Martín Sergi, Universitat Pompeu Fabra

15:30 - 17:30 HIGHER EDUCATION (EEA)

Chairperson: Ana Rute Cardoso, IAE Barcelona (CSIC) and IZA Bonn Room 20.049

CLASS ATTENDANCE AND ACADEMIC PERFORMANCE AMONG SPANISH ECONOMICS STUDENTS

Carlos Velasco, UC3Madrid

Co-Authors: Vincenzo Andrietti, Università D'Annunzio di Chieti e Pescara and Rosaria D'Addazio, Università G. d'Annunzio Chieti-Pescara

THE EFFECT OF CLASS SIZE AND PEER EFFECTS ON THE ACADEMIC PERFORMANCE OF COLLEGE STUDENTS

Matilde Machado, Universidad Carlos III

Co-Author: Marcos Vera-Hernandez, UNIVERSITY COLLEGE OF LONDON AND IFS

ARE THERE SHEEPSKIN EFFECTS IN THE RETURN TO HIGHER EDUCATION IN SWEDEN?

Susanna Holzer, Växjö University

COMPARING THE EARLY RESEARCH PERFORMANCE OF PHD GRADUATES IN LABOR ECONOMICS IN EUROPE AND THE USA

Ana Rute Cardoso, IAE Barcelona (CSIC) and IZA Bonn

Co-Authors: Paulo Guimarães, University South Carolina and Klaus F. Zimmermann, IZA Bonn

15:30 - 17:30 HOUSING AND THE MACROECONOMY (EEA)

Chairperson: Matteo Iacoviello, Boston College Room 20.051

ON THE IMPORTANCE OF BORROWING CONSTRAINTS FOR HOUSE PRICE DYNAMICS

Niku Määttänen, Helsinki School of Economics

Co-Author: Essi Eerola, Government Institute for Economic Research

THE MACROECONOMICS OF REAL ESTATE

Stefan Ried, Humboldt-Universität zu Berlin

Co-Author: Harald Uhlig, The University of Chicago

HOUSE PRICE DYNAMICS WITH HETEROGENEOUS EXPECTATIONS

Giovanni Favara, HEC University of Lausanne

Co-Author: Song Zheng, School of Economics Fudan University

HOUSING AND DEBT OVER THE LIFE CYCLE AND OVER THE BUSINESS CYCLE

Matteo Iacoviello, Boston College

15:30 - 17:30 INCENTIVE SYSTEMS (EEA)

Chairperson: Wendelin Schnedler, Heidelberg University Room 20.053

LIFETIME INCENTIVE, GROUP NORM AND COMMITMENT WITHIN HIERARCHICAL ORGANIZATION

Yanren Zhang, PhD student in the University of Aberdeen

RISK SHARING AND EMPLOYEE MOTIVATION IN COMPETITIVE SEARCH EQUILIBRIUM

Anna Chizhova, University of Konstanz

TOURNAMENT INCENTIVES IN THE FIELD: GENDER DIFFERENCES IN THE WORKPLACE

Josse Delfgaauw, Erasmus University Rotterdam

Co-Authors: Robert Dur, Erasmus University Rotterdam ESE, Tinbergen Institute, CESifo, IZA, Joeri Sol, phd-student and Willem Verbeke, Erasmus Univeristy Rotterdam and ERIM

WHEN ARE MULTIPLE TASKS A PROBLEM?

Wendelin Schnedler, Heidelberg University

15:30 - 17:30 INDUSTRIAL ORGANIZATION: INNOVATION II (EEA)

Chairperson: Jenny Meyer, Centre for European Economic Research (ZEW) Room 20.055

INNOVATION CAPACITY AND FINANCING CONSTRAINTS FOR INNOVATION

Hanna Hottenrott, K.U.Leuven

Co-Author: Bettina Peters, ZEW Centre for European Economic Research

DYNAMIC INCENTIVES IN A MODEL OF SEQUENTIAL INNOVATION

Stefano Trento, Universitat Autònoma de Barcelona

Co-Author: Gaston Llanes, Harvard Business School

DOES SOCIAL SOFTWARE SUPPORT SERVICE INNOVATION?

Jenny Meyer, Centre for European Economic Research (ZEW)

15:30 - 17:30 INDUSTRIAL ORGANIZATION: ORGANIZATIONS AND CONTRACTS (EEA)

Chairperson: Bernardo Bortolotti, Fondazione Eni Enrico Mattei Room 20.057

AN EQUILIBRIUM ANALYSIS OF ANTITRUST AS A SOLUTION TO THE PROBLEM OF PATENT HOLD-UP

Bernhard Ganglmair, University of Zurich, IEW

Co-Author: Luke Froeb, Vanderbilt University

THE DESIGN OF VERTICAL R&D COLLABORATIONS

Patrick Herbst, Goethe University Frankfurt

Co-Author: Uwe Walz, Goethe University Frankfurt

CAPITAL STRUCTURE AND REGULATION: DO OWNERSHIP AND REGULATORY INDEPENDENCE MATTER?

Bernardo Bortolotti, Fondazione Eni Enrico Mattei

15:30 - 17:30 INFLATION EXPECTATIONS (EEA)

Chairperson: Marco Del Negro, FRB New York Room 20.059

GAUGING THE EFFECTIVENESS OF CENTRAL BANK FORWARD GUIDANCE

Magnus Andersson, ECB

Co-Author: Boris Hofmann, ECB

PRICE DISCOVERY ON TRADED LONG-TERM INFLATION EXPECTATIONS IN THE EURO AREA

Jelena Stapf, Deutsche Bundesbank

Co-Author: Alexander Schulz, Deutsche Bundesbank

TESTING REAL TIME RATIONALITY

Krisztina Molnar, Norwegian School of Economics and Business Administration

MODELING INFLATION EXPECTATIONS

Marco Del Negro, FRB New York

Co-Author: Stefano Eusepi, FRBNY

15:30 - 17:30 INTERNATIONAL FINANCE IV (EEA)

Chairperson: Mark Mink, Dutch National Bank; University of Groningen Room 20.061

INTERNATIONAL PORTFOLIO ALLOCATION UNDER MODEL UNCERTAINTY

Salvatore Nisticò, Università di Roma TorVergata and LUISS G. Carli

Co-Author: Pierpaolo Benigno, New York University

THE EFFECT OF CAPITAL CONTROLS ON EXCHANGE RATE RISK

Ronald Versteeg, Maastricht University

Co-Author: Stefan Straetmans, University of Maastricht

MEASURING STOCK MARKET CONTAGION WITH AN APPLICATION TO THE SUB-PRIME CRISIS

Mark Mink, Dutch National Bank; University of Groningen

Co-Author: Jochen Mierau, University of Groningen

**15:30 - 17:30 INTERNATIONAL TRADE AND ECONOMIC INTEGRATION II
(EEA)**

Room Auditori-room

LOBBYING AND INFORMATION TRANSMISSION IN CUSTOMS UNIONS

Rafael Costa Lima, EPGE\FGV

Co-Authors: Humberto Moreira, Fundação Getulio Vargas and Thierry Verdier, Paris-Jourdan Sciences Economiques

DOMESTIC POLICIES IN TRADE AGREEMENTS WHEN FIRMS MATTER

David DeRemer, Columbia University

ECONOMIC INTEGRATION AND MULTI-PRODUCT FIRMS: EMPIRICAL EVIDENCE

Antoine Berthou, CEPPI, University Paris I

Co-Author: Lionel Fontagné, Université Paris I, Paris School of Economics, CEPPI

15:30 - 17:30 INTERNATIONAL TRADE: EMPIRICAL STUDIES IV (EEA)

Chairperson: Elena Besedina, Kyiv School of Economics, Kyiv Economics Institute Room 40.S02

VOLATILITY, FINANCIAL CONSTRAINS, AND TRADE

Maria Garcia de la Vega, University Complutense

Co-Author: Alessandra Guariglia, Nottingham University

ON THE IMPORTANCE OF ADJUSTMENT DYNAMICS FOR BILATERAL TRADE FLOWS

Benjamin Jung, University of Hohenheim

DOES EXPORT CONCENTRATION CAUSE VOLATILITY?

Christian Busch, KOF Swiss Economic Institute

EXPORTING AND PRODUCTIVITY UNDER ENDOGENOUS TRADE POLICY

Elena Besedina, Kyiv School of Economics, Kyiv Economics Institute

15:30 - 17:30 LABOR MARKETS AND MACROECONOMIC DYNAMICS I (EEA)

Chairperson: Pedro Portugal, Banco de Portugal Room 40.002

FIRM ENTRY AND LABOR MARKET DYNAMICS

Pedro Silos, Federal Reserve Bank of Atlanta

Co-Author: Enchuan Shao, Bank of Canada

LABOUR MARKET EFFECTS OF PUBLIC SECTOR EMPLOYMENT AND WAGES

Pedro Gomes, London School of Economic

INEQUALITY, HOURS AND LABOR MARKET PARTICIPATION

Josep Pijoan, CEMFI

Co-Author: Claudio Michelacci, CEMFI

REAL WAGES AND THE BUSINESS CYCLE: ACCOUNTING FOR WORKER AND FIRM HETEROGENEITY

Pedro Portugal, Banco de Portugal

Co-Authors: Anabela Carneiro, Universidade do Porto and Paulo Guimarães, University South Carolina

15:30 - 17:30 **LABOR MARKETS: EMPIRICAL STUDIES III (EEA)**

Chairperson: Frank Corvers, ROA / Maastricht University Room 40.004

THE EFFECTS OF TAXES ON EARNINGS: EVIDENCE FROM A COHORT BASED PAYROLL TAX REFORM IN GREECE

Panos Tsakloglou, Athens University of Economics and Business

Co-Authors: Manos Matsaganis, Athens University of Economics and Business and Emmanuel Saez, University of California at Berkeley

THE LABOR MARKET RETURNS TO COGNITIVE AND NONCOGNITIVE SKILLS: EVIDENCE FROM THE SWEDISH ENLISTMENT

Erik Lindqvist, Research Institute of Industrial Economics

Co-Author: Roine Vestman,

WRONG ORIGIN OR WRONG NEIGHBORHOOD: EXPLAINING LOWER LABOR MARKET PERFORMANCE OF FRENCH WORKERS WITH AFRICAN ORIGIN

Roland Rathelot, CREST-DARES

TRAINING BACKGROUND AND EARLY RETIREMENT

Frank Corvers, ROA / Maastricht University

Co-Authors: Andries De grip, Maastricht University and Raymond Montizaan, Maastricht University

15:30 - 17:30 **MICROFINANCE (EEA)**

Chairperson: Andre Guettler, European Business School Room 40.006

BEHAVIORAL FOUNDATIONS OF MICROCREDIT: EXPERIMENTAL AND SURVEY EVIDENCE FROM RURAL INDIA

Michal Bauer, Institute of Economic Studies, Charles University

Co-Author: Julie Chytilova, Institute of Economic Studies, Charles University in Prague

MEDIUM AND LONG-TERM PARTICIPATION IN MICROFINANCE: AN EVALUATION USING LARGE PANEL DATASET FROM BANGLADESH

Asadul Islam, Lecturer, Department of Economics, Monash University, Australia

THE CREDITWORTHINESS OF THE POOR. A MODEL OF THE GRAMEEN BANK

David Martinez-Miera, CEMFI

Co-Author: Michal Kowalik, Mannheim

ARE WOMEN BETTER LOAN OFFICERS?

Andre Guettler, European Business School

Co-Authors: Thorsten Beck, Tilburg University and Patrick Behr, Goethe University Frankfurt

15:30 - 17:30 MIGRATION III (EEA)

Chairperson: Leilanie Basilio, Ruhr Graduate School in Economics Room 40.008

UNDERSTANDING THE NATIVE-IMMIGRANT WAGE GAP USING MATCHED EMPLOYER-EMPLOYEE DATA. EVIDENCE FROM GERMANY.

Cristian Bartolucci, CEMFI

ECONOMIC IMPACT OF MIGRATION FLOWS FOLLOWING THE 2004 EU ENLARGEMENT PROCESS – A MODEL BASED ANALYSIS -

Karl Pichelmann, European Commission

Co-Authors: Francesca D'Auria, European Commission, Karel Havik, European Commission and Kieran Mc Morrow, European Commission

DECIDING WHO WORKS WHERE: AN ANALYSIS OF THE DISTRIBUTION OF WORK WITHIN NATIVE AND IMMIGRANT FAMILIES IN AUSTRALIA

Leilanie Basilio, Ruhr Graduate School in Economics

15:30 - 17:30 MONETARY ECONOMICS III (EEA)

Chairperson: Petra Geraats, University of Cambridge Room 40.010

THE HOUSING PRICE BOOM OF THE LATE '90S: DID INFLATION TARGETING MATTER?

Jean-Stéphane Mésonnier, Banque de France

Co-Author: Sébastien FRAPPA, Banque de France

THE ROLE OF MEDIA FOR INFLATION FORECAST DISAGREEMENT OF HOUSEHOLDS AND PROFESSIONALS

Thomas Maag, KOF Swiss Economic Institute

Co-Author: Michael Lamla, ETH Zürich

PRICES AND MONEY AFTER INTEREST RATE SHOCKS WITH ENDOGENOUS MARKET SEGMENTATION

Andre Silva, Universidade Nova de Lisboa

TRENDS IN MONETARY POLICY TRANSPARENCY

Petra Geraats, University of Cambridge

15:30 - 17:30 POLITICAL ECONOMY: PUBLIC CONSUMPTION AND INVESTMENT (EEA)

Chairperson: Jakob De Haan, University of Groningen Room 40.012

DO RE-ELECTION PROBABILITIES INFLUENCE PUBLIC INVESTMENT?

Gisle James Natvik, Norges Bank

Co-Author: Jon H. Fiva, University of Oslo

EXCESSIVE PUBLIC EMPLOYMENT AND RENT-SEEKING TRAPS

Esteban Jaimovich, Collegio Carlo Alberto

Co-Author: Juan Pablo Rud, London School of Economics

CAMPAIGN SPENDING LIMITS, INCUMBENT SPENDING, AND ELECTION OUTCOMES

Marie Rekkas, Simon Fraser University

Co-Author: Kevin Milligan, University of British Columbia

POLITICAL BUDGET CYCLES AND ELECTION OUTCOMES

Jakob De Haan, University of Groningen

Co-Author: Jeroen Klomp, University of Groningen

15:30 - 17:30 PUBLIC GOODS PROVISION (EEA)

Chairperson: Kjell Arne Berkke, University of Oslo Room 40.063

DECENTRALISED PROVISION OF INTERTEMPORAL PUBLIC GOODS WITH STOCK EFFECTS AS SUBGAME PERFECT NASH EQUILIBRIUM

Anke Gerber, University of Hamburg

Co-Author: Philipp Wichardt,

SEPARATION OF POWERS, POLITICAL COMPETITION AND EFFICIENT PROVISION OF PUBLIC GOODS

Aristotelis Boukouras, University of Warwick, Department of Economics

Co-Author: Kostas Koufopoulos, University of Warwick, Finance Group

PLAYING WITH THE GOOD GUYS A PUBLIC GOOD GAME WITH ENDOGENOUS GROUP FORMATION

Kjell Arne Berkke, University of Oslo

Co-Authors: Karen Evelyn Hauge, University of Oslo and Jo Thori Lind, Department of Economics, University of Oslo

15:30 - 17:30 TAXATION IV (EEA)

Chairperson: Susanne Pech, University of Linz Room 40.101

THE OPTIMAL TAX TREATMENT OF HOUSING CAPITAL IN THE NEOCLASSICAL GROWTH MODEL

Essi Eerola, Government Institute for Economic Research

Co-Author: Niku Määttänen, Helsinki School of Economics

ANTICIPATED TAX REFORMS AND TEMPORARY TAX CUTS: A GENERAL EQUILIBRIUM ANALYSIS

Timo Trimborn, University of Hannover

Co-Author: Holger Strulik, University of Hannover

OPTIMUM TAXATION OF BEQUESTS IN A MODEL WITH INITIAL WEALTH

Susanne Pech, University of Linz

Co-Author: Johann K. Brunner, University of Linz

15:30 - 17:30 CONTRIBUTED SESSIONS 7

ESEM: Theoretical and Applied Economics

15:30 - 17:30 GAME THEORY: EXPERTS AND MONITORING (ESEM TAE)

Chairperson: Wojciech Olszewski, Northwestern University Room 40.244

BAYESIAN FORECAST-TESTING

Colin Stewart, University of Toronto

BUT WHO WILL MONITOR THE MONITOR?

David Rahman, University of Minnesota

CLEARLY BIASED EXPERTS

Archishman Chakraborty, York University

Co-Author: Rick Harbaugh, Indiana University

THE PRINCIPAL-AGENT APPROACH TO TESTING EXPERTS

Wojciech Olszewski, Northwestern University

Co-Author: Marcin Pêski, University of Texas at Austin

15:30 - 17:30 CONTRACT THEORY III (ESEM TAE)

Chairperson: Ola Kvaløy, University of Stavanger Room 40.209

RECIPROCITY AND INCENTIVE PAY IN THE WORKPLACE

Arjan Non, Erasmus University Rotterdam

Co-Authors: Robert Dur, Erasmus University Rotterdam ESE, Tinbergen Institute, CESifo, IZA and Hein Roelfsema, Utrecht University of Applied Sciences

SATISFACTORY GOVERNANCE MECHANISMS IN BILATERAL CONTRACTS

Claudio Panico, Bocconi University

THE RISE OF INDIVIDUAL PERFORMANCE PAY

Trond Olsen,

Co-Author: Ola Kvaløy, University of Stavanger

TOURNAMENTS WITH PRIZE-SETTING AGENTS

Ola Kvaløy, University of Stavanger

Co-Authors: Kristoffer Eriksen, University of Stavanger and Trond Olsen

15:30 - 17:30 COOPERATIVE AND COALITIONAL GAMES (ESEM TAE)

Chairperson: Emiliya Lazarova, Queen's University Belfast Room 40.213

DIVIDENDS AND WEIGHTED VALUES IN GAMES WITH EXTERNALITIES

David Pérez-Castrillo, Universitat Autònoma de Barcelona

Co-Authors: Inés Macho-Stadler, Universitat Autònoma de Barcelona and David Wettstein, Ben-Gurion University of the Negev

INDIVIDUAL VERSUS GROUP STRATEGY-PROOFNESS: WHEN DO THEY COINCIDE?

Salvador Barbera, UNIVERSITAT AUTONOMA DE BARCELONA

Co-Authors: Dolors Berga, Universitat de Girona and Bernardo Moreno, Universidad de Málaga

MARKOVIAN ASSIGNMENT RULES

Francis Bloch, Ecole Polytechnique

COALITIONAL MATCHINGS

Emiliya Lazarova, Queen's University Belfast

Co-Author: Dinko Dimitrov, University of Munich

15:30 - 17:30 EXPERIMENTAL AND BEHAVIORAL ECONOMICS (ESEM TAE)

Chairperson: Julia Nafziger, Aarhus University Room 40.246

COORDINATION AND COMMUNICATION IN MULTIPARTY ELECTIONS WITH COSTLY VOTING

Wolfgang Luhan, University of Bochum

Co-Authors: Bernhard Kittel, University of Oldenburg, department of Social Sciences and Rebecca Morton, New York University, Department of Politics

ELICITED BELIEFS AND SOCIAL INFORMATION IN MODIFIED DICTATOR GAMES: WHAT DO DICTATORS BELIEVE OTHER DICTATORS DO?

Pedro Rey-Biel, Universitat Autònoma de Barcelona

Co-Author: Nagore Iriberrí, Universitat Pompeu Fabra

PREFERENCES OVER CONSUMPTION AND STATUS

Alexander Vostroknutov, Maastricht University

GOAL BRACKETING

Julia Nafziger, Aarhus University

Co-Author: Alexander K Koch, Aarhus University

15:30 - 17:30 **APPLIED INDUSTRIAL ORGANIZATION III (ESEM TAE)**

Chairperson: Markus Reisinger, University of Munich Room 40.248

OWNERSHIP AND CONTROL IN DIFFERENTIATED PRODUCT MARKETS

Tobias Klein, Tilburg University

Co-Authors: Heiko Karle, University of Mannheim and Konrad Stahl, Mannheim

PATENT SETTLEMENTS AS A BARRIER TO ENTRY

Konstantinos Serfes, Drexel University

Co-Author: Anne Duchene, Drexel University

THE ECONOMICS OF CREDENCE GOODS - EXPERIMENTAL EVIDENCE

Uwe Dulleck, QUT School of Economics and Finance

Co-Authors: Rudolf Kerschbamer, University of Innsbruck and Matthias Sutter, University of Innsbruck

SEMI-PUBLIC CONTESTS

Jens Prüfer, Tilburg University

15:30 - 17:30 **BUSINESS CYCLES IV (ESEM TAE)**

Chairperson: Randal Verbrugge, Bureau of Labor Statistics Room 40.250

THE CROSS-SECTION OF FIRMS OVER THE BUSINESS CYCLE: NEW FACTS AND A DSGE EXPLORATION

Christian Bayer, IGER, Università Bocconi and Universität Bonn

Co-Author: Ruediger Bachmann, University of Michigan

THE CYCLICALITY OF THE USER COST OF LABOR WITH SEARCH AND MATCHING

Marianna Kudlyak, The Federal Reserve Bank of Richmond

THE QUANTITATIVE IMPORTANCE OF NEWS SHOCKS IN ESTIMATED DSGE MODELS

John Tsoukalas, University of Nottingham

Co-Author: Hashmat Khan, Carleton University

THE DYNAMICS OF USER COSTS AND RENTS

Randal Verbrugge, Bureau of Labor Statistics

Co-Authors: Maria Luengo-Prado, Northeastern University, Kamila Sommer, Georgetown University and Paul Sullivan, Bureau of Labor Statistics

15:30 - 17:30 INTERNATIONAL TRADE III (ESEM TAE)

Chairperson: Gregory Corcos, NHH - Norwegian School of Economics Room 40.252

LEARNING ACROSS EXPORT MARKETS

Hector Calvo Pardo, University of Southampton

Co-Authors: Facundo Albornoz, University of Birmingham, Gregory Corcos, NHH - Norwegian School of Economics and Emanuel Ornelas, London School of Economics

LEARNING AND THE DYNAMICS OF EXPORTING: THEORY AND EVIDENCE FROM FRENCH FIRMS

Harald Fadinger, Department of Economics, University of Vienna

Co-Authors: Romain Aeberhardt, Crest-Insee and Ines Buono, Banca d'Italia

PROTECTION AND INTERNATIONAL SOURCING

John Turner, University of Georgia

Co-Author: Emanuel Ornelas, London School of Economics

THE DETERMINANTS OF INTRA-FIRM TRADE

Gregory Corcos, NHH - Norwegian School of Economics

Co-Authors: Delphine Irac, Banque de France, Giordano Mion, LSE and Thierry Verdier, Paris-Jourdan Sciences Economiques

15:30 - 17:30 APPLIED MACROECONOMICS (ESEM TAE)

Chairperson: Jose Dorich, Bank of Canada Room 40.253

EFFECTS OF MONETARY UNIONS ON INEQUALITIES

Devrim Ikizler, University of Texas at Austin

Co-Author: Timur Hülaga, University of Texas at Austin

MONEY AND ASSET PRICES WITH UNINSURABLE RISKS

Nicolas Jacquet, Singapore Management University

Co-Author: Serene Tan, National University of Singapore

COMPETING FIAT CURRENCIES AND BANKING

Mariana Rojas Breu, EconomiX, Université Paris Ouest & Universität Basel

TESTING FOR RULE OF THUMB PRICE-SETTING

Jose Dorich, Bank of Canada

15:30 - 17:30 PUBLIC ECONOMICS (ESEM TAE)

Chairperson: Juan D. Moreno-Ternero, Universidad de Málaga and CORE, Université catholique de Louvain Room 40.254

CENTRALIZED AND DECENTRALIZED PROVISION OF PUBLIC GOODS

Klaas Staal, University of Bonn, IWW

Co-Author: Janos Feidler, University of Bonn

GOVERNMENT ORGANIZATION AND PUBLIC GOODS PROVISION

Pierre Boyer, Toulouse School of Economics (GREMAQ) and EHESS

USING AID EFFECTIVENESS TO ALLOCATE AID EFFECTIVELY: CAN WE DO BETTER THAN THE WORLD BANK?

Julia Cage, Paris School of Economics

Co-Author: Akbar Noman, Columbia University

THE POLITICAL ECONOMY OF HEALTH CARE FINANCE

Juan D. Moreno-Ternero, Universidad de Málaga and CORE, Université catholique de Louvain

Co-Author: John Roemer, Yale University

15:30 - 17:30 CONTRIBUTED SESSIONS 7

ESEM: Econometrics and Empirical Economics

15:30 - 17:30 EVALUATION OF PROGRAMS FOR THE UNEMPLOYED (ESEM EEE)

Chairperson: Marc Ferracci, University of Marne-la-Vallée and CREST-INSEE Room 40.144

EVALUATION OF A FRENCH EMPLOYMENT PROGRAM : THE IMPORTANCE OF CORRECTING MISCLASSIFICATION IN A DYNAMIC NON-LINEAR MODEL

Philippe Zamora, CREST

Co-Author: Muriel Roger, Paris School of Economics (INRA), INSEE

VOUCHERS AND CASEWORKERS IN PUBLIC TRAINING PROGRAMS: EVIDENCE FROM THE HARTZ REFORM IN GERMANY

Ulf Rinne, IZA

Co-Authors: Arne Uhlenдорff, IZA and Zhong Zhao, Renmin University of China

MATCHING OR DURATION MODELS? A MONTE CARLO STUDY

Arne Uhlenдорff, IZA

Co-Authors: Marco Caliendo, IZA and Gerard J. van den Berg, VU University Amsterdam

WHAT ARE THE EQUILIBRIUM EFFECTS OF TRAINING POLICIES FOR THE UNEMPLOYED ?

Marc Ferracci, University of Marne-la-Vallée and CREST-INSEE

Co-Author: Julien Guitard, PARIS-I CES, CREST-INSEE

15:30 - 17:30

ECONOMICS OF THE FAMILY (ESEM EEE)

Chairperson: Valérie Lechene, UCL Room 40.146

INTRA-HOUSEHOLD EFFECTS ON DEMAND FOR TELEPHONE SERVICE: EMPIRICAL EVIDENCE

Ching-I Huang, National Taiwan University

HOW DO PARENTS ALLOCATE TIME: THE EFFECTS OF WAGES AND INCOME

Hans Bloemen, Free University

Co-Author: Elena Stancanelli, CNRS, THEMA, Université Cergy Pontoise

WELFARE-TO-WORK REFORM AND INTERGENERATIONAL RESOURCE ALLOCATION: A LOOK AT ELDERLY WOMEN'S BEHAVIOUR

Christine Ho, University College London

DISTRIBUTIONAL EFFECTS IN HOUSEHOLD MODELS: SEPARATE SPHERES AND INCOME POOLING

Valérie Lechene, UCL

Co-Authors: Martin Browning, Oxford and Pierre-André Chiappori, Columbia

15:30 - 17:30

HOUSING PRICES (ESEM EEE)

Chairperson: Anne Laferrère, CREST, INSEE Room 40148

LIQUIDITY RISK AND HOUSING PRICE DYNAMICS

Stéphane Gregoir, EDHEC Business School

Co-Author: Tristan-Pierre Maury, EDHEC Business School

MONETARY POLICY TRANSMISSION AND HOUSE PRICES: EUROPEAN CROSS COUNTRY EVIDENCE

Oliver Hülsewig, Ifo Institute Munich

Co-Authors: Kai Carstensen, Ifo Institute Munich and Timo Wollmershäuser, Ifo Institute for Economic Research

THE EFFECT OF CAPITAL GAINS TAXATION ON HOME SALES: EVIDENCE FROM THE TAXPAYER RELIEF ACT OF 1997

Hui Shan, Federal Reserve Board of Governors

THE RICHER THE MORE MOBILE, EXCEPT FOR PARISIAN PUBLIC HOUSING TENANTS

Anne Laferrère, CREST, INSEE

15:30 - 17:30

CORPORATE GOVERNANCE AND FINANCE (ESEM EEE)

Chairperson: Harald Dale-Olsen, Institute for Social Research Room 40.105

ENTERPRISE DYNAMICS AND FINANCE: DISTINGUISHING MECHANISM DESIGN FROM EXOGENOUSLY INCOMPLETE MARKETS MODELS

Alexander Karaivanov, Simon Fraser University

Co-Author: Robert Townsend, MIT

HOW DO EXCHANGE RATE REGIMES AFFECT FIRMS' INCENTIVES TO HEDGE CURRENCY RISK IN EMERGING MARKETS?

Herman Kamil, International Monetary Fund

IS FAMILY-OWNERSHIP DETRIMENTAL TO WORKPLACES?

Harald Dale-Olsen, Institute for Social Research

Co-Authors: Erling Barth, University of Oslo and Alex Bryson, National Institute of Economic and Social Research

15:30 - 17:30 ESTIMATION OF MARKET MODELS (ESEM EEE)

Chairperson: Angelo Mele, University of Illinois at Urbana-Champaign Room 40.150

PURE EQUILIBRIUM STRATEGIES IN MULTI-UNIT AUCTIONS WITH PRIVATE VALUE BIDDERS

Michal Bresky, CERGE-EI

PARTICIPATION SCREEN FOR COLLUSION IN AUCTIONS

Janne Tukiainen, HECER and VATT

MODEL ADEQUACY CHECKS FOR DISCRETE CHOICE DYNAMIC MODELS

Igor Kheifets, Universidad Carlos III de Madrid

Co-Author: Carlos Velasco, UC3Madrid

SEGREGATION IN SOCIAL NETWORKS: A STRUCTURAL APPROACH

Angelo Mele, University of Illinois at Urbana-Champaign

15:30 - 17:30 DYNAMIC PANEL DATA (ESEM EEE)

Chairperson: Sophie Béreau, EconomiX, University of Paris West Room 40.113

MEASUREMENT ERRORS IN DYNAMIC PANEL DATA ANALYSIS: A SYNTHESIS ON MODELLING AND GMM ESTIMATION

Erik Biorn, University of Oslo

GMM-BASED INFERENCE IN THE AR(1) PANEL DATA MODEL FOR PARAMETER VALUES WHERE LOCAL IDENTIFICATION FAILS

Edith Madsen, Department of Economics, University of Copenhagen

LIKELIHOOD RATIO TESTS FOR UNIT ROOTS IN PANELS WITH RANDOM EFFECTS

Rolf Larsson, Uppsala University

Co-Author: Johan Lyhagen, Uppsala University

NONLINEAR ADJUSTMENT OF THE REAL EXCHANGE RATE: A PANEL SMOOTH TRANSITION ERROR CORRECTION MODELLING

Sophie Béreau, EconomiX, University of Paris West

Co-Authors: Antonia Lopez Villavicencio, CEPN, University of Paris North and Valérie Mignon, EconomiX, University of Paris West

15:30 - 17:30 LIKELIHOOD EVALUATION (ESEM EEE)

Chairperson: Rene Garcia, Montréal Room 40.154

TESTING FOR NON-NESTED CONDITIONAL MOMENT RESTRICTIONS USING UNCONDITIONAL EMPIRICAL LIKELIHOOD

Myung Seo, LONDON SCHOOL OF ECONOMICS

Co-Authors: Taisuke Otsu, Yale University and yoon-jae whang, seoul national university

EFFICIENT LIKELIHOOD EVALUATION OF STATE-SPACE REPRESENTATIONS

Guilherme Valle Moura, University of Kiel

Co-Authors: David DeJong, University of Pittsburgh, Department of Economics, Hariharan Dharmarajan, bates white, Roman Liesenfeld, Christian-Albrechts-Universitaet Kiel, Germany and Jean-Francois Richard, University of Pittsburgh, USA

CONFIDENCE SETS BASED ON PENALIZED MAXIMUM LIKELIHOOD ESTIMATORS

Ulrike Schneider, University of Vienna

Co-Author: Benedikt Pötscher, University of Vienna

ASSESSING MISSPECIFIED ASSET PRICING MODELS WITH EMPIRICAL LIKELIHOOD ESTIMATORS

Rene Garcia, Montréal

Co-Author: Caio Almeida, EPGE Fundacao Getulio Vargas

15:30 - 17:30 EMPIRICAL FINANCIAL ECONOMETRICS (ESEM EEE)

Chairperson: Qianying Chen, Goethe University Frankfurt Room 40.109

EMPIRICALLY CONFRONTING STOCHASTIC SINGULARITY: AN APPLICATION TO THE COX, INGERSOLL, AND ROSS MODEL

Kenneth Roskelley, Mississippi State University

Co-Author: Christopher Lamoureux, University of Arizona

STOCHASTIC VOLATILITY AND JUMPS: EXPONENTIALLY AFFINE YES OR NO? AN EMPIRICAL ANALYSIS OF S&P 500 DYNAMICS

Paulo Rodrigues, Goethe University Frankfurt

Co-Authors: Katja Ignatieva, Goethe University Frankfurt and Norman Seeger, Goethe University Frankfurt

STOCK SPAMS: AN EMPIRICAL STUDY ON PENNY STOCK MARKET

Taoufik Bouraoui, Paris 10 University

ON THE EFFECTS OF MONETARY POLICY SHOCKS ON EXCHANGE RATES

Qianying Chen, Goethe University Frankfurt

Co-Authors: Michael Binder, Goethe University Frankfurt and Center for Financial Studies and Xuan Zhang, Goethe University Frankfurt

15:30 - 17:30 BOUNDS AND PARTIAL IDENTIFICATION (ESEM EEE)

Chairperson: Frank Kleibergen, Brown University Room 40.152

NONPARAMETRIC PARTIAL AND POINT IDENTIFICATION OF NET OR DIRECT CAUSAL EFFECTS

Alfonso Flores-Lagunes, University of Florida

Co-Author: Carlos Flores, University of Miami

MEASURING PRECISION OF STATISTICAL INFERENCE ON PARTIALLY IDENTIFIED PARAMETERS

Aleksey Tetenov, Collegio Carlo Alberto

REVEALED PREFERENCES IN A HETEROGENEOUS POPULATION

Joerg Stoye, NYU

Co-Author: Stefan Hoderlein, Mannheim

INFERENCE ON SUBSETS OF PARAMETERS IN GMM WITHOUT ASSUMING IDENTIFICATION

Frank Kleibergen, Brown University

Co-Author: Sophocles Mavroeidis, Brown University

15:30 - 17:30 UNIT ROOT TESTING (ESEM EEE)

Chairperson: Yushu Li, EHV, växjö university Room 40.201

UNIT ROOT TESTING WITH STATIONARY COVARIATES AND A STRUCTURAL BREAK IN THE TREND FUNCTION

Sebastian Fossati, University of Washington

UNIT ROOT TESTS WITH WAVELETS

Ramo Gencay, Simon Fraser University

TESTING FOR UNIT ROOTS IN BOUNDED TIME SERIES

Fang Xu, European University Institute

Co-Author: Giuseppe Cavaliere, University of Bologna

TESTING FOR UNIT ROOT AGAINST LSTAR MODEL: WAVELET IMPROVEMENT UNDER GARCH DISTORTION

Yushu Li, EHV, växjö university

Co-Author: Shukur Ghazi, EHV, växjö university

17:30 - 18:15 **COFFEE BREAK**

18:15 - 19:30 **EEA PRESIDENTIAL ADDRESS**

18:15 - 19:30 **EEA PRESIDENTIAL ADDRESS (EEA)**

Chairperson: Ernst Fehr, Universitat Zurich Room Patio

**IMPERFECTIONS IN THE ECONOMICS OF PUBLIC POLICY, IMPERFECTION IN
MARKETS, AND POLICY FOR CLIMATE CHANGE**

Nicholas Stern, LSE, London School of Economics

19:30 - 20:30 **EEA MEMBER MEETING**