

HIAS, IER and AJRC Joint Workshop
“Frontiers in Macroeconomics and Macroeconometrics”

Dates: November 3-4, 2017

Venue: Conference Room, 7th Floor, Mercury Tower, East Campus, Hitotsubashi University

Sponsors: Hitotsubashi Institute for Advanced Study (HIAS) and Grants-in-Aid for Scientific Research A (No.17H00985)

Organizers: Toshiaki Watanabe (Hitotsubashi University) and Tatsuyoshi Okimoto (Australian National University)

Friday, November 3

9:00-9:25 Registration

9:25-9:30 Opening Remarks

Toshiaki Watanabe (Hitotsubashi University)

Exchange Rates and Global Economy

Chair: Yohei Yamamoto (Hitotsubashi University)

9:30-10:10 Warwick McKibbin (Australian National University) “The Global Economic Implications of President Trump”

10:10-10:50 Rasmus Fatum (University of Alberta) “The Exchange Rate Effects of Macro News after the Global Financial Crisis” (Co-authors: Yin-Wong Cheung (City University of Hong Kong) and Yohei Yamamoto (Hitotsubashi University))

10:50-11:30 Takashi Kano (Hitotsubashi University) “Exchange Rates and Fundamentals: A General Equilibrium Exploration”

11:30-13:00 Lunch

Macroeconomic Models

Chair: Pablo Guerron-Quintana (Boston College)

13:00-13:40 Mototsugu Shintani (University of Tokyo) “Cyclical Part-time Employment in an Estimated New Keynesian Model with Search Frictions” (Co-authors: Toshihiko Mukoyama (University of Virginia/Georgetown University) and Kazuhiro Teramoto (New York

University))

13:40-14:20 Ryo Jinnai (Hitotsubashi University) “Recurrent Bubbles, Economic Fluctuations, and Growth” (Co-authors: Pablo Guerron-Quintana (Boston College) and Tomohiro Hirano (University of Tokyo))

14:20-14:30 Coffee Break

Uncertainty

Chair: Ippei Fujiwara (Keio University/Australian National University)

14:30-15:10 Efrem Castelnuovo (University of Melbourne) “Uncertainty-driven Time-varying Comovements” (Co-authors: Giovanni Caggiano (Monash University) and Giovanni Pellegrino (University of Melbourne))

15:10-15:50 Giovanni Caggiano (Monash University) “Time-Dependent Finance-Uncertainty Multiplier” (Co-authors: Efrem Castelnuovo (University of Melbourne), Silvia Delrio (Deutsche Bundesbank) and Tim Robinson (University of Melbourne/Australian National University))

15:50-16:00 Coffee Break

Bond Markets

Chair: Etsuro Shioji (Hitotsubashi University)

16:00-16:40 Takahiro Hattori (Hitotsubashi University) “Market Segmentation under Negative Interest Rate: Evidence from Bank of Japan’s QQE”

16:40-17:20 Yoichi Ueno (Bank of Japan) “Effects of Corporate Bond Purchases and Their Transmission Mechanism: The Case of Japan” (Co-author: Kenji Suga (Bank of Japan))

17:40- Reception

Saturday, November 4

Economic Policy

Chair: Tatsuyoshi Okimoto (Australian National University)

9:30-10:10 Pablo Guerron-Quintana (Boston College) “The Dark Side of Low Interest Rates” (Co-author: Keith Kuester (University of Bonn))

10:10-10:50 Hiroshi Morita (Hosei University) “The Effects of Fiscal Policy Shock under the Zero Lower Bound”

10:50-11:30 Etsuro Shioji (Hitotsubashi University) “Fiscal Confidence Shocks and the Market for the Japanese Government Bonds”

11:30-13:00 Lunch

13:00-15:00 **Financial Markets**

Chair: Toshiaki Watanabe (Hitotsubashi University)

13:00-13:40 Renee McKibbin (Australian National University) “A New Method of Measuring Market Interdependence”

13:40-14:20 Kenji Wada (Hitotsubashi University) “A Quantitative Model of Haircuts and Maturities in Sovereign Bonds”

14:20-15:00 Jae-Young Kim (Seoul National University) “Prior Belief, Noise Trading and Estimation of Importance of Each Investment Type”

15:00-15:15 Coffee Break

Large Multivariate Models

Chair: Yasuhiro Omori (University of Tokyo)

15:15-15:55 Rodney Strachan (University of Queensland) “Reducing Dimensions in a Large TVP-VAR” (Co-authors: Joshua C. C. Chan (University of Technology Sydney) and Eric Eisenstat (University of Queensland))

15:55-16:35 James Morley (University of New South Wales) “Estimating and Accounting for the Output Gap with Large Bayesian Vector Autoregressions” (Co-author: Benjamin Wong (Reserve Bank of New Zealand))

16:35-16:40 Closing Remarks

Tatsuyoshi Okimoto (Australian National University)