



# IMF 18<sup>TH</sup> Jacques Polak Annual Research Conference

“The Global Financial Cycle”  
November 2-3, 2017

International Monetary Fund, Headquarters 2  
Conference Hall 1, 1900 Pennsylvania Avenue, Washington, D.C.

## Thursday, November 2, 2017

8:00–9:00 am Registration and Continental Breakfast

9:00–9:15 am Opening Remarks – **Christine Lagarde** (Managing Director, IMF)

9:15–10:45 am Session 1: Financial, Real, and Commodity Cycles

**Chair:** **David Lipton** (First Deputy Managing Director, IMF)

### **Capital Flow Cycles: A Long, Global View**

**Carmen Reinhart** (Harvard University), **Vincent Reinhart** (Standish Mellon Asset Management), and **Christoph Trebesch** (Kiel Institute for the World Economy)

*Discussant:* **Jeromin Zettelmeyer** (Peterson Institute for International Economics)

### **Global Macro-Financial Cycles and Spillovers**

**Jongrim Ha** (World Bank), **M. Ayhan Kose** (World Bank), **Christopher Otrok** (University of Missouri), and **Eswar Prasad** (Cornell University)

*Discussant:* **Mark Watson** (Princeton University)

10:45–11:00 am \*\*\*Coffee Break\*\*\*

11:00–12:30 pm Session 2: Global Financial Cycle: A Myth?

**Chair:** **Jonathan D. Ostry** (Deputy Director, Research Department, IMF)

### **Global Financial Cycles and Risk Premiums**

**Òscar Jordà** (Federal Reserve Bank of San Francisco), **Moritz Schularick** (University of Bonn), **Alan M. Taylor** (University of California, Davis), and **Felix Ward** (University of Bonn)

*Discussant:* **Linda Goldberg** (Federal Reserve Bank of New York)

**How Important is the Global Financial Cycle? Evidence from Capital Flows**

Eugenio Cerutti (IMF), Stijn Claessens (Bank for International Settlements), and **Andrew K. Rose** (University of California, Berkeley)

*Discussant: Kristin Forbes (MIT Sloan School of Management)*

**12:35–1:55 pm**

**\*\*\*Lunch\*\*\***

*(By invitation only, IMF HQ2, Conference Hall 2)*

**Luncheon Remarks by Richard Berner** (Director, Office of Financial Research, U.S. Department of the Treasury)

Introduction by **Tobias Adrian** (Financial Counsellor and Director, Monetary and Capital Markets Department, IMF)

**2:00–4:00 pm**

**Session 3: Role of the Exchange Rate**

**Chair: Gian Maria Milesi-Ferretti** (Deputy Director, Research Department, IMF)

**On the Global Financial Market Integration “Swoosh” and the Trilemma**

Geert Bekaert (Columbia Business School) and **Arnaud Mehl** (European Central Bank)

*Discussant: Jay Shambaugh (The George Washington University)*

**The Dollar Exchange Rate as a Global Risk Factor: Evidence from Investment**

Stefan Avdjiev (Bank for International Settlements), **Valentina Bruno** (American University), Catherine Koch (Bank for International Settlements), and Hyun Song Shin (Bank for International Settlements)

*Discussant: Signe Krogstrup (IMF)*

**Currency Manipulation**

**Tarek A. Hassan** (University of Chicago), Thomas M. Mertens (Federal Reserve Bank of San Francisco), and Tony Zhang (University of Chicago)

*Discussant: Anton Korinek (Johns Hopkins University)*

**4:00–4:15 pm**

**\*\*\*Coffee Break\*\*\***

**4:15–5:45 pm**

**Mundell-Fleming Lecture**

**Barry Eichengreen** (University of California, Berkeley)

Introduction by **Maurice Obstfeld** (Economic Counsellor and Director, Research Department, IMF)

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## Friday, November 3, 2017

**8:15–9:15 am      Registration and Continental Breakfast**

**9:15–10:45 am    Session 4: Transmission of Global Financial Shocks**

**Chair: Giovanni Dell’Ariccia** (Deputy Director, Research Department, IMF)

**International Credit Supply Shocks**

**Ambrogio Cesa-Bianchi** (Bank of England), **Andrea Ferrero** (University of Oxford), and **Alessandro Rebucci** (Johns Hopkins University)

*Discussant: Gaston Gelos (IMF)*

**International Spillovers and Local Credit Cycles**

**Yusuf Soner Baskaya** (University of Glasgow), **Julian di Giovanni** (Universitat Pompeu Fabra), **Sebnem Kalemli-Ozcan** (University of Maryland), and **Mehmet Fatih Ulu** (Central Bank of the Republic of Turkey)

*Discussant: Maria Soledad Martinez Peria (IMF)*

**10:45–11:00 am                                    \*\*\*Coffee Break\*\*\***

**11:00–12:30 pm    Session 5: Real and Distributional Impacts**

**Chair: Sharmini Coorey** (Director, Institute for Capacity Development)

**Household Debt and Business Cycles Worldwide**

**Atif R. Mian** (Princeton University), **Amir Sufi** (University of Chicago), and **Emil Verner** (Princeton University)

*Discussant: Victoria Ivashina (Harvard Business School)*

**The Aggregate and Distributional Effects of Financial Globalization: Evidence from Macro and Sectoral Data**

**Daive Furceri** (IMF), **Prakash Loungani** (IMF), and **Jonathan D. Ostry** (IMF)

*Discussant: Mauricio Larrain (Financial Market Commission of Chile and Catholic University of Chile)*

**12:35–1:55 pm                                    \*\*\*Lunch\*\*\***  
(By invitation only, IMF HQ2, Conference Hall 2)

**2:00–4:00 pm      Session 6: Taming the Global Financial Cycle**

**Chair: Alejandro Werner** (Director, Western Hemisphere Department, IMF)

**Global Financial Cycle and Liquidity Management**

**Olivier Jeanne** (Johns Hopkins University) and **Damiano Sandri** (IMF)

*Discussant: Gianluca Benigno (IMF and London School of Economics)*

**Global Price of Risk and Stabilization Policies**

**Tobias Adrian** (IMF), Daniel Stackman (NYU Stern School of Business), and Erik Vogt (Citadel LLC)

*Discussant: Hanno Lustig (Stanford Graduate School of Business)*

**Liability Dollarization, Sudden Stops & Optimal Financial Policy**

**Enrique G. Mendoza** (University of Pennsylvania), and Eugenio Rojas (University of Pennsylvania)

*Discussant: Cristina Arellano (Federal Reserve Bank of Minneapolis)*

**4:00–4:15 pm**

**\*\*\*Coffee Break\*\*\***

**4:15–5:45 pm**

**Economic Forum: The Global Financial Cycle – Causes, Consequences, and Policy Responses**

**Moderator: Maurice Obstfeld** (Economic Counsellor and Director, Research Department, IMF)

**Panelists:**

1. **Benoit Coeuré** (European Central Bank)
2. **José De Gregorio** (University of Chile and Peterson Institute for International Economics)
3. **Rakesh Mohan** (Yale Jackson Institute for Global Affairs)
4. **Hélène Rey** (London Business School)

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**Conference Organizing Committee:** Mahvash S. Qureshi (IMF, Conference Chair), Jorge Alvarez (IMF), Emine Boz (IMF, Co-Editor of the *IMF Economic Review*), Raphael Espinoza (IMF), Giang Ho (IMF), Nan Li (Associate Editor of the *IMF Economic Review*), Leonardo Martinez (IMF), Camelia Minoiu (IMF), and Linda Tesar (Editor-in-Chief of the *IMF Economic Review*, University of Michigan)

**Conference Coordinator:** Tracey Lookadoo