



SCHWEIZERISCHE NATIONALBANK
BANQUE NATIONALE SUISSE
BANCA NAZIONALE SVIZZERA
BANCA NAZIUNALA SVIZRA



Fifth Hydra Workshop on Dynamic Macroeconomics

28-29 September 2007

Santorini, Greece

Program

Thursday, 27 September

21:00 *Dinner*

Day 1 (Friday, 28 September)

09:00 – 09:10 Welcome: Plutarchos Sakellaris (AUEB)

Chair: Plutarchos Sakellaris (AUEB)

09:10 – 10:10

Search and Rest Unemployment

Robert Shimer* (University of Chicago) and Fernando Alvarez (University of Chicago)

Discussant:

Morten Ravn (European University Institute, CEPR)

10:10 – 10:30

Coffee break

Chair: Marcel Savioz (Swiss National Bank)

10:30 – 11:30

Fragile Beliefs and the Price of Model Uncertainty

Thomas Sargent* (New York University) and Lars Peter Hansen (University of Chicago)

Discussant:

Fabio Canova (Universitat Pompeu Fabra, AMeN)

11:30 – 12:30

Sales and the Real Effects of Monetary Policy

Patrick Kehoe* (Federal Reserve Bank of Minneapolis, University of Minnesota, NBER) and Virgiliu Midrigan (Federal Reserve Bank of Minneapolis, New York University)

Discussant:

Fabrice Collard (Université de Toulouse)

12:45 – 14:00

Lunch

Chair: Frank Smets (European Central Bank)

14:00 – 15:00

The Role of Social Networks in Bank Lending

Luigi Guiso (European University Institute, Ente 'Luigi Einaudi')

Discussant:

Michael Haliassos (University of Frankfurt)

15:00 – 16:00 **Nominal Debt as a Burden on Monetary Policy**
Ramon Marimon* (Universitat Pompeu Fabra, CEPR, NBER), Javier Díaz-Giménez (Universidad Carlos III de Madrid), Giorgia Giovannetti (Università di Firenze), and Pedro Teles (Federal Reserve Bank of Chicago, CEPR)

Discussant: Luca Dedola (European Central Bank)

21:00 *Dinner*

Day 2 (Saturday, 29 September)

Chair: Jean-Marc Natal (Swiss National Bank)

10:00 – 11:00 **The Role of Debt and Equity Finance over the Business Cycle**
Wouter den Haan* (University of Amsterdam) and Francisco Covas (Bank of Canada)

Discussant Fiorella di Fiore (European Central Bank)

11:00-11:30 *Coffee break*

Chair: Rafael Wouters (National Bank of Belgium)

11:30 – 12:30 **Home Bias in Goods and Assets**
Behzad Diba* (Georgetown University), Fabrice Collard (Université de Toulouse), Harris Dellas (University of Bern), and Alan Stockman (University of Rochester)

Discussant: Robert Kollmann (Free University of Brussels)

12:30 – 13:30 **Sovereign Risk and Secondary Markets**
Jaume Ventura* (Universitat Pompeu Fabra), Fernando Broner (Universitat Pompeu Fabra), and Alberto Martin (Universitat Pompeu Fabra)

Discussant: Apostolis Philippopoulos (AUEB)

13:30 – 14:45 *Lunch*

21:00 *Dinner*

Organizers: Harris Dellas (University of Bern);
Plutarchos Sakellaris (AUEB, IMOP & Ministry of Economy and Finance);
Frank Smets (ECB)

* = *presenting*