

Wednesday, June 25, 2008

08:00-09:30 *Main Entrance* **Registration**

09:30-10:45 *Anadolu* **Welcome and Opening Session**

Ercan UYGUR, *President of the Turkish Economic Association*

Guillermo CALVO, *President of the International Economic Association*

Abdullah GÜL, *President of the Republic of Turkey*

10:45-11:15 Coffee Break

11:15-12:15 *Anadolu* **Keynote Lecture: "Learning from Recent Financial Turmoil"**

Guillermo CALVO, *Columbia University*

12:15-13:00 *Anadolu* **"Global Challenges and Local Response:
Monetary Policy in Turkey"**

Durmuş YILMAZ, *Governor of Central Bank of The Republic of Turkey*

13:00-14:30 Lunch Break

14:30-15:30 *Anadolu* **Keynote Lecture: "One Economics, Many Recipes"**

Dani RODRIK, *Harvard University*

15:30-16:00 Coffee Break

16:00-18:00 *Topkapı* **Invited Session**

Today's Current Account Balances: Should We Worry?

Organizer and Chairperson; Sara Guerschani Calvo, *Columbia University*

A Cautionary Note on the Current Account Deficits in Transition Countries

Fabrizio Coricelli, *University of Siena, EBRD, CEPR*

All that Glitters may not be Gold: Assessing Latin America

Macroeconomic Performance

Alejandro Izquierdo, *Inter-American Development Bank*

Ernesto Talvi, *CERES*

**Vulnerabilities in Central and Southeastern Europe-How Much
Cause for Concern?"**

Pirotta Sorsa, *IMF*

Discussant

Guillermo A. Calvo, *Columbia University*

Wednesday, June 25, 2008

16:00-18:00

Marmara

Invited Session

Global Economic Transformations of the 21st Century

Organizer; Lucy Badalian, *Millennium Workshop Chairperson*;

Ruslan S. Grinberg, *Institute of Economics RAS*

The Ongoing Technological Revolution and the Related Transformation of the Global Economy

B. N. Kuzyk, *Institute for Economic Strategies*,

Yu. V. Yakovets, *Sorokin - Kondratieff International Institute*

New Theoretical Foundations of Mutually Complementing Public/Private Partnership Between the State and the Private Enterprise

Ruslan S. Grinberg, *Institute of Economics RAS*

Alexander Rubinstein, *Institute of Economics RAS*

Possible Scenarios of International Relationships and Patterns of Russian Strategic Challenges

Alexander I. Ageev, *Institute of Economic Strategies RAS*

The Technological Shift at the Start of the 21st Century and Its Implications for Global Economy and Finance

Lucy Badalian, *Millennium Workshop*

Discussants

Victor Krivorotov, *Millennium Workshop*,

Dmitry Chistilin, *Dnepropetrovsk University*

16:00-18:00

Dolmabahçe A

Contributed Session 1 - Exchange Rate & Growth

Foreign Debt and Fear of Floating: A Theoretical Explanation

F. Gülçin Özkan, Michael Bleaney

Oil Exports, Non Oil GDP and Investment in the GCC Countries

Nasri Harb

Exchange Rate Valuation, Capital Accumulation, and Growth

Anton Korinek

Feedbacks Between Capital Flows and Growth, Interest and Real Exchange Rate in Turkey: A Frequency Domain Approach

Nuri Yıldırım, Hüseyin Taştan

Wednesday, June 25, 2008

- 16:00-18:00 *Dolmabahçe B* **Contributed Session 2 - Finance & Development**
Asymmetric Effects of Financial Development on South-South and South-North Trade: Panel Data Evidence from Emerging Markets
Firat Demir, Omar S. Dahi
In Search for Definition(s) of Financial Stability
Czeslaw Mesjasz, Wojciech Rogowski
Intergenerational Education Mobility Among the Children of Canadian Immigrants
Abdurrahman Aydemir
Multiple Facets of the Dutch Disease - A Comparative Note
Tanja Broz, Dinko Dubravcic
- 16:00-18:00 *Dolmabahçe C* **Contributed Session 3 - Environment**
An Empirical Investigation into the Relationship Between Fish Biodiversity and Profitability
Anita Chattopadhyay Gupta
CO2 Emissions of Turkish Manufacturing Industry: A Decomposition Analysis
Elif Akbostanci, Serap Türüt - Aşık and Gül İpek Tunç
Economic Growth, Environmental Externalities and Sustainability of Well Being
Ratan Kumar Ghosal
Globalization, Deforestation and Global Warming
Somnath Hazra, Raj Kumar Sen
- 16:00-18:00 *Sultan I* **Contributed Session 4 - Labour & Migration**
Education, Unemployment and Migration
Volker Meier, Wolfgang Eggert and Tim Krieger
Why Doesn't Labor Flow from Poor to Rich Countries?
Micro Evidence from the European Integration Experience
Cafia Batista
Do Migrants get Good Jobs in Australia? The Role of Ethnic Networks in Job Search
P.N. Junankar, Mahuteau Stéphane
International Spillover of Labor Market Reforms
Mai Dao

Wednesday, June 25, 2008

- 16:00-18:00 *Sultan 2* **Contributed Session 5 - Finance & Capital Flows**
Debt Denomination and Default Risk In Emerging Markets
İnci Gümüş
Optimal Reserve Composition in the Presence of Sudden Stops:
The Euro and the Dollar As Safe Haven Currencies
Roland Beck, Ebrahim Rahbari
FDI Spillovers and The Role of Local Financial Markets:
Evidence From Mexico
Carolina Villegas Sanchez
- 16:00-18:00 *Sultan 3* **Contributed Session 6 - Labour Markets**
Incentives to Work: Labour Supply Effects of a Cash-for-Care Subsidy for
Non-Western Female Immigrants
Pål Schøne
Assessing Interactions between Education, Social Insurance, and
Labor Market Policies: A General Equilibrium Application to Morocco
Mohamed Ali Marouani, David Robalino
Quotas in Education and Employment in the Global Perspective
Brishti Guha
Returns to Sociability
Frank Betz
- 16:00-18:00 *Galata* **Contributed Session 7 - Exchange Rates & Currency Crises**
Long Run Determinants of Real Exchange Rates in Latin America
Jorge Carrera, Romain Restout
Persistent Gaps and Default Traps
Ana Fostel, Luis Catao and Sandeep Kapur
Balance Sheet Effects in Currency Crises: Evidence From Brazil
Marcio Magalhães Janot, Márcio G.P. Garcia and Walter Novaes
Financial Globalization, Convergence and Growth
Delfim Gomes Neto, Francisco José Veiga
- 19:30 *Foyers of ICEC* **Welcome Reception**

Thursday, June 26, 2008

09:00-11:00

Topkapı

Invited Session

Financial Globalization with Imperfect Financial Markets

Organizer and Chairperson; Enrique Mendoza, *University of Maryland*

Financial Globalisation and Real Exchange Rate Volatility

Michael Devereux, *University of British Columbia*

Collateral Constraints and a Sudden Stop for the US:

the End of Global Imbalances?

Marcus Miller, *University of Warwick*

Precautionary Demand for Foreign Assets in Sudden Stop Economies:

An Assessment of the New Mercantilism

Bora Durdu, *Federal Reserve Board,*

Enrique Mendoza, *University of Maryland* and Marco Terrones, *IMF*

Financial Liberalization and International Business Cycles

Vincenzo Quandrini, *University of Southern California*

09:00-11:00

Marmara

Invited Session

Business Cycles in Emerging Markets

Organizer; Attila Rátfai, *Central European University*

Chairperson; Sumru Altuğ, *Koç University*

Regulating Capital Flows to Emerging Markets: An Externality View

Anton Korinek, *University of Maryland*

Twin Peaks in Global Business Cycle Convergence

Ayhan Kose, Eswar Prasad, and Christopher Otrok, *IMF*

Facts of Business Cycles around the Globe

Attila Rátfai, Peter Benczur, *CEU*

Real Business Cycles in Emerging Countries?

Martin Uribe, Javier Garcia-Cicco and Roberto Pancazi, *Duke University*

09:00-11:00

Dolmabahçe A

Contributed Session 8 - Finance & Contagion

Macroeconomic Announcements and Market Volatility

Elvan Aktaş

**Measuring Financial Asset Return and Volatility Spillovers,
with Application to Global Equity Markets**

Kamil Yılmaz, Francis Diebold

Contagion and Crises Clusters: Towards A Regional Warning System?

Leila Ali, Yan Kestens

The Uncertainty Channel of Contagion

Friederike Koehler-Geib, Prakash Kannan

Thursday, June 26, 2008

- 09:00-11:00 *Dolmabahçe B* **Contributed Session 9 - Finance**
Analysis of Sectoral Credit Default Cycle Dependency With Wavelet Networks:
Evidence From Turkey
Atilla Çifter, Sait Yılmaz and Elif Çifter
How does FDI Really Affect Developing Countries' Growth?
Dierk Herzer
Financial Integration and Fiscal Policy Efficiency in a Monetary Union
Irem Zeyneloğlu, Gilbert Koenig
Household Investment in Pension Funds: The Italian Experience
Andrea Tiseno and Monica Paiella
- 09:00-11:00 *Dolmabahçe C* **Contributed Session 10 - Reforms and Production**
Productivity: The Impact of Privatisation and Liberalisation in Public Services
Yılmaz Kılıçaslan, Ali Cevat Taşiran
International Spillovers of Domestic Reforms: The Joint Application of
The Lisbon Strategy in the EU
Hugo Rojas-Romagosa, Arjan Lejour
Profit Transfers of FDI from Selected Developing Countries and
Evidence from Turkey
Sevil Acar
Start-Ups by The Unemployed: Characteristics, Survival and
Direct Employment Effects
Marco Caliendo, Alexander S. Kritikos
- 09:00-11:00 *Sultan I* **Contributed Session 11 - Globalization**
Is Globalization Unique? A Critique From A World-System Perspective
Nuno Valerio
Evolutionary Dynamics of Globalization
Naci Canpolat, Hüseyin Özel
Financial Globalization, Economic Growth and Macroeconomic Volatility
Hernan Rincon
The Leader as Catalyst: On Leadership and the Politics of Institutional Change
Sharun Mukand, Sumon Majumdar

Thursday, June 26, 2008

- 09:00-11:00 *Sultan 2* **Contributed Session 12 - Capital Flows**
External Shocks, Capital Controls and Banking Crises in Emerging Markets
Joseph P. Joyce, Margaret Settle
An Evaluation of Effects of Liberalization Policies Implemented Often
on Foreign Exchange Rate
Yaşar Uysal, Onur Akkaya
Capital Inflows to Developed Countries
Mehmet Caner, Steven Husted
Food and Oil Prices
Katsushi Imai, Raghav Gaiha and Ganesh Thapa
- 09:00-11:00 *Sultan 3* **Contributed Session 13 - Monetary Policy**
Do Investors React to Corporate Governance News?
An Empirical Analysis for the Spanish Market
Natalia Utrero-Gonzalez, Francisco J. Callado-Muñoz
Monetary Policy Credibility and Inflation Risk Premium:
A Model with Application to Brazilian Data
Alexandre Lowenkron, Marcio G. P. Garcia
Monetary Transmission in an Emerging Targeter: The Case of Brazil
Luis Catao, Douglas Laxton and Adrian Pagan
- 09:00-11:00 *Galata* **Contributed Session 14 - Prices & Cycles**
An Empirical Work for Analyzing the Relationship between Stock Market
Price Volatility, Concentrated Ownership, and Corporate Governance:
The Case of Istanbul Stock Exchange
Hakan Kahyaoglu, Sezer Bozkus
Trends in Tariff Reforms and Trends in the Structure of Wages
Sebastian Galiani, Guido Porto
Examining the Impact of Globalization on the Disinflation Period of Turkey
Aytül Ganioglu, Aslihan Atabek
Volatility Cycles of Output and Inflation: A Good Shock, Bad Shock Story
Szilard Benk, Max Gillman and Michal Kejak
- 11:00-11:30 Coffee Break

Thursday, June 26, 2008

- 11:30-13:00 *Topkapı* **Invited Session**
The EU Economy and Turkey
Organizer; Ercan Uygur, *Ankara University*
Chairperson; Gülten Kazgan, *Bilgi University*
Policy Coordination in the EU and EU-Turkish Relations
Fiorella Kostoris, *University of Rome, College of Europe*
Discussant
Haluk Kabaalioglu, *Yeditepe University*
- 11:30-13:00 *Marmara* **Invited Session**
Fiscal Policy: Theory and Evidence
Organizer; Carlos Végh, *University of Maryland*
Chairperson; Martin Uribe, *Duke University*
Solving the Country Risk-Business Cycle Disconnect:
Endogenous Output Dynamics in a Model of Sovereign Debt
Enrique Mendoza, *University of Maryland*,
Vivian Yue, *New York University*
Fiscal Policy, the Trade Balance and the Real Exchange Rate:
Implications for International Risk Sharing
Tommaso Monacelli, Roberto Perotti, *Università Bocconi*
Procyclical Fiscal Policy in Developing Countries: Truth or Fiction?
Ethan Ilzetzki, Carlos Végh, *University of Maryland*
Discussant
Olivier Jeanne, *IMF*, Carmen M. Reinhart, *University of Maryland and NBER*,
Ugo Panizza, *UNCTAD*
- 11:30-13:00 *Dolmabahçe A* **Contributed Session 15 - Industry & Resources**
Foreign Ownership and Wages - Evidence from Turkish Panel Data
Çağatay Bircan
Growth in an Oil Abundant Economy: The Case of Venezuela
Betty Agnani, Amaia Iza
Resource Abundance, Political Corruption and Instability of Democracy
Alexander Tonis, Victor Polterovich and Vladimir Popov

Thursday, June 26, 2008

- 11:30-13:00 *Dolmabahçe B* **Contributed Session 16 - Labour & Migration**
Network Effects on Domestic Migration Flows Across Germany:
A Spatial Autoregressive Perspective with Spatially Structured Origin
and Destination Effects and heteroskedastic Innovations
Zimmer Markus
Scarring or Scaring? The Psychological Impact of Past
and Future Unemployment
Steffen Rätzl, Andreas Knabe
Temporary Migration, Skill Upgrading, and Legal Status:
Evidence From Mexican Migrants
Steffen Reinhold, Kevin E. Thom
- 11:30-13:00 *Dolmabahçe C* **Contributed Session 17 - International Trade & Employment**
Skill Specific Unemployment with Imperfect Substitution of Skills
Runli Xie
The Effects of the Euro on the European Monetary Union,
the Turkish Economy and the Foreign Trade
Fatih Konur
Trade in Services: The Elasticity Approach for the Case of Turkey
İdil Uz, Natalya Ketenci
- 11:30-13:00 *Sultan I* **Contributed Session 18 - Finance, Industry & Labour**
Adverse Selection Evidence from China's Automobile Insurance Market
Jun Wang, Feng Gao
Credibility of the CPI for Social Agreements: Is There an Appropriate
Aggregation Scheme?
Yoel Finkel, Victoria Roshal
Breaking the Child Labour Trap: The Endogenous Effect of
Public Intervention
Joydeb Sasmal

Thursday, June 26, 2008

11:30-13:00

Sultan 2 **Contributed Session 19 - Monetary Policy**

Asymmetric Effects of Monetary Policy in Brazil

Marcelo Savino Portugal, Edilean Kleber da Silva

Central Banks' International Reserve Holdings: An Empirical Analysis
of the Effects of Currency Crises and Economic Globalisation

Andreas Steiner

Panel Cointegration Analysis for Stock Exchange, Exchange Rates and
Interest Rates: An Application to the European Union

Sadullah Çelik, Pınar Deniz

11:30-13:00

Sultan 3 **Contributed Session 20 - Education & Health**

Left Behind: Intergenerational Mobility of Education and
Health Status in the Midst of HIV

Mevlûde Akbulut - Yüksel, Belgi Turan

Pollution Intensity, Globalization, and the Composition of Manufacturing

Joel F. Bruneau

Shocks, Coping and Outcomes for Pakistan's Poor: Health Risks Predominate

Rasmus Heltberg, Niels Lund

11:30-13:00

Galata **Contributed Session 21 - Poverty & Trade**

Ethnic Tension, Instability and Trade: Case of Turkish Exports to Iraq

Can Erbil, Ayla Oğuş

Counting and Multidimensional Poverty Measurement

Sabina Alkire, James Foster

Do Changes in the Labour Market Take Families out of Poverty?

Household and Aggregate Determinants in Leaving Poverty in
Brazilian Metropolitan Regions

Ana Flavia Machado, Rafael Perez Ribas

13:00-14:30

Lunch Break

14:30-15:30

Anadolu **Keynote Lecture: "Trade and Development in Theory and History"**

Ronald FINDLAY, *Columbia University*

15:30-16:00

Coffee Break

Thursday, June 26, 2008

16:00-18:00

Topkapı **Invited Session**

Imbalances and Adjustment Mechanisms

Organizer and Chairperson; Andrés Neumeyer, *Universidad Torcuato Di Tella*

A Quantitative Assessment of the Decline in the U.S. Saving Rate and the Current Account Balance

Kaiji Chen, Ayse Imrohorglu and Selahattin Imrohorglu, *University of Southern California*

On the Relevance of Exchange Rate Regimes for Stabilization Policy

Bernardino Adao, *Banco de Portugal, CEPR,*

Isabel Correia *Banco de Portugal* and Pedro Teles, *Banco de Portugal, CEPR*

Equilibrium Default

Hugo Hopenhayn, *University of California,*

Ivan Werning, *Massachusetts Institute of Technology*

16:00-18:00

Marmara **Invited Session**

EMU and the Euro

Organizer; Ercan Uygur, *Ankara University*

Chairperson; Erdem Başçı, *Central Bank of Turkey*

EMU and the Euro After a Decade

Richard Portes, *London Business School, CEPR*

Discussant

Gülçin Özkan, *University of York*

16:00-18:00

Dolmabahçe A **Contributed Session 22 - Capital Flows & Banking**

Global Capital Flows, Foreign Financing and US Interest Rates

Ashok Bardhan, Dwight Jaffee

Globalization in Historical Perspective

Özlen H. Birol

Interest - Based Banking System vs. Interest - Free Banking System:

Case Turkey

Ali Soylu, İrfan Kalaycı

Exchange Rate Regimes and Fiscal Discipline: The Role of Capital Controls

Guillermo Vuletin

Thursday, June 26, 2008

- 16:00-18:00 *Dolmabahçe B* **Contributed Session 23 - Business Economics**
Managerial Turnover and Performance in Outside Boards:
Ownership Makes the Difference
Miguel Garcia-Cestona, Esteban Lafuente
Optimal Policy for FDI Incentives: An Auction Theory Approach
Israel Luski, Mosi Rosenboim
Optimal Regulation of Competing Rating Agencies
Anno Stolper
Vertical FDI versus Outsourcing: The Role of Technological Complexity
and Absorptive Capacity
Arti Grover
- 16:00-18:00 *Dolmabahçe C* **Contributed Session 24 - International Finance**
Financial Globalization and Stock Price Volatility:
A Rational Expectation Model
Saikat Bhattacharyya
Futures Markets, Commodity Prices and the Intertemporal Approach to
The Current Account
Elif C. Arbatlı
Dollar Borrowing in Emerging Markets: An Underinsurance Puzzle
Anton Korinek
Business Cycle Synchronization in Monetary Unions
Alexandra Ferreira Lopes, Álvaro M. Pina
- 16:00-18:00 *Sultan I* **Contributed Session 25 - Financial Economics**
Modelling Risk Premia in the Foreign Exchange Market:
Evidence from Survey Data
Remzi Uçtum, Georges Prat
Nonlinearity and Persistence in PPP: Does Controlling for Nonlinearity
Solve the PPP Puzzle
Rehim Kılıç
Financial and Real Sectors Inflation Expectations in Turkey:
Evidence from Panel Data
Ece Oral, Hülya Saygılı, Mesut Saygılı and Sibel Özge Tuncel
Financial Integration with Heterogeneous Home Financial Market Access
Juliana Dutra Araujo

Thursday, June 26, 2008

16:00-18:00

Sultan 2 **Contributed Session 26 - Economic Thought**

Hicksian Persuasions

Guglielmo Chiodi, Peter Edwards

On Economic Freedom

Simrit Kaur

What Has 100 Billion Dollars Worth of Debt Relief Done For
Low-Income Countries

Nicolas Depetris Chauvin, Aart Kraay

The Barriers to Entry on the Economic Thought

Ana Rosado Cubero

16:00-18:00

Sultan 3 **Contributed Session 27 - Migration & Labour Markets**

Immigration Conflicts

Lex Zhao, Junko Doi

Migration and the EU Labour Market: Granger Causality Tests on a
Panel VAR

Subrata Ghatak, Tomoe Moore

Intergenerational Mobility of Immigrants in Germany: Moving with
Natives or Stuck in their Neighborhoods?

Mutlu Yüksel

Squeezing Out The Marginalized? On the Effect of Loosing
Unemployment Benefits for Non-Western Immigrants

Ines Hardoy

16:00-18:00

Galata **Contributed Session 28 - Globalization & FDI**

Globalization, Technical Change and Income Distribution: A Macro Approach

Piero Ferri

Global Liquidity Glut or Global Savings Glut? A Structural VAR Approach

Michael Fidora, Thierry Bracke

Foreign Direct Investment and Host Country Policies: A Rationale for
Using Ownership Restrictions

Bilgehan Karabay

FDI in OECD: Separate Effects from Political and Fiscal Vertical Decentralization

Margarita M. Kalamova

Friday, June 27, 2008

09:00-11:00

Anadolu

“Turkey: A Real Conversion Story”

Mehmet Şimşek, *State Minister*

Invited Session

Financial Globalization and Global Imbalances

Organizer and Chairperson; İbrahim H. Çanakçı, *Undersecretariat of Treasury of Turkey*

Risk Sharing, Finance and Institutions in International Portfolios

Jean Imbs, *International Banking and Finance*

Country Insurance: The Role of Domestic Policies

Paolo Mauro, *IMF*

Financial Globalisation and International Financial Instability

Richard Portes, *London Business School and CEPR*

Financial Stability, the Trilemma, and International Reserves

Alan Taylor, *University of California, Davis*

09:00-11:00

Topkapı

Invited Session

Indian Economy at a Crossroads

Organizer; Arvind Panagariya, *Columbia University*

Chairperson; Ronald Findlay, *Columbia University*

Political Economy of Policy Making in India

Kaushik Basu, *Cornell University*

What Constrains Indian Manufacturing?

Poonam Gupta, *Delhi School of Economics*

India and China: Trade and Foreign Investment

Arvind Panagariya, *Columbia University*

09:00-11:00

Dolmabahçe A

Contributed Session 29 - International Economics

Does Comparative Advantage Make Countries Competitive?

A Comparison of China and Mexico

Felicitas Nowak-Lehmann, Sebastian Vollmer and Inmaculada Martínez-Zarzoso

Exploring Determinants of the Firm Boundary for Swedish Multinationals

Susanna Thede, Markus Lindvert

Export Orientation and Productivity: A Firm Level Investigation

Yılmaz Kılıçaslan, Levent Erdoğan

Labour Productivity Ratio and International Comparison of Economic

Performance. Formalization of the PPP Theory and Preliminary Examinations

Dobija Mieczyslaw

Friday, June 27, 2008

- 09:00-11:00 *Dolmabahçe B* **Contributed Session 30 - Macroeconomics & Monetary Policy**
Contracting Models of the Phillips Curve Empirical Estimates for Middle-Income Countries
Nihal Bayraktar, Pierre-Richard Agenor
Liquidity Shortages and Monetary Policy
Gerhard Illing, Jin Cao
Measuring Monetary Policy Independence Across Regions
Ulrich Volz, J. James Reade
Re-examining the Threshold Effects in the Inflation-Growth Nexus: OECD Evidence
Elif Öznur Kan, Tolga Omay
- 09:00-11:00 *Dolmabahçe C* **Contributed Session 31 - Education & Distribution**
Redistributive Conflict, Decentralization and Secession: Evidence from Bolivia's Referendum for Departmental Autonomy
Werner Hernani-Limarino
Do Economic Crises Increase Schooling?: Evidence from Argentina
Florencia Lopez Boo
Schooling and Political Participation in a Neoclassical Framework: Theory and Evidence
Filipe Campante, Davin Chor
Is Subsidizing Students Uniformly a Pareto Improvement?
Muharrem Yeşilırmak, Kuzey Yılmaz
- 09:00-11:00 *Sultan I* **Contributed Session 32 - Education & Distribution**
Distributional Effects of Public Education Transfers in Greece
Panos Tsakloglou, Christos Koutsambelas
Economics of Discounting the Future - British Experience and Lessons to be Learned
Erhun Kula
Implementation via Code of Rights
Kemal Yıldız, Semih Koray
Culture, Beliefs and the Inequality-Growth Nexus
Martin Strieborny

Friday, June 27, 2008

- 09:00-11:00 *Sultan 2* **Contributed Session 33 - International Trade**
The Wise Use of Dummies in Gravity Models: Export Potentials in the
Euromed Region
Juan M. Ruiz, Josep M. Vilarrubia
Discriminatory Indirect Taxation in International Tax Competition
Sebastian G. Kessing
Inequality and the Import Demand Function
Margarita Katsimi, Antonis Adam and Thomas Moutos
- 09:00-11:00 *Sultan 3* **Contributed Session 34 - Microeconomic Theory & Risk**
Accountability and Value for Money in Private Finance Initiative Contracts
İstemi Demirağ, Iqbal Khadaroo
Corruption, Growth and Ethnolinguistic Fractionalization:
A Theoretical Game Model
Raffaella Coppier, Roy Cerqueti and Gustavo Piga
Explorations on Monotonicity in Social Choice Theory
Battal Doğan, Semih Koray
Relative Risk Aversion is Constant: Evidence from Panel Data
Monica Paiella, Pierre-André Chiappori
- 09:00-11:00 *Galata* **Contributed Session 35 - International Economics & Incentives**
On The Relevance of Exchange Rate Regimes for Stabilization Policy
Pedro Teles, Bernardino Adao and Isabel Correia
The Effect of Foreign Service on Trade Volumes and Trade Partners
Josep M Vilarrubia, Ruben Segura-Cayuela
The Efficiency of Stock-Based Incentives: Experimental Evidence
Abdullah Yavaş, Steven Huddart
Dynamic Effects of Offshoring
Denis Stijepic, Helmut Wagner
- 11:00-11:30 Coffee Break

Friday, June 27, 2008

- 11:30-13:00 *Topkapı* **Invited Session**
Sovereign Risk
Organizer; Oya Celasun, *IMF*
Chairperson; Carmen M. Reinhart, *University of Maryland, NBER*
How Does Private Foreign Borrowing Affect The Risk of Sovereign Default in Developing Countries
Oya Celasun, *IMF*, Philipp Harms, *Aachen University*
The Cost of Sovereign Default
Eduardo Borensztein, *IMF*, Ugo Panizza, *UNCTAD*
Indexed Debt: An Applied Framework
Guido Sandleris, *Universidad Torcuato Di Tella*, Horacio Saprizia, *Rutgers Business School* and Filippio Taddei, *Collegio Carlo Alberto*
- 11:30-13:00 *Marmara* **Invited Session**
Economic and Political Liberalization in Transition Countries
Organiser and Chairperson; Fabrizio Coricelli, *University of Siena, EBRD, CEPR*
A Tale of Two Reversals: Theory and Evidence on the Relationship Between Economic and Political Liberalization
Nauro Campos, *Brunel University, CEPR*, Fabrizio Coricelli, *University of Siena, EBRD, CEPR*
Economic and Social Factors Driving the Third Wave of Democratization
Elias Papaioannou, *Darhmouth College*
Reform and Inequality During the Transition: An Analysis Using Panel Household Survey Data, 1990-2005
Lire Ersado, *The World Bank*, Branko Milanovic, *The World Bank*
- 11:30-13:00 *Dolmabahçe A* **Contributed Session 36 - Trade, Growth & Development**
Export, Imports and Economic Growth - Time Series Evidence from India
Siddharth Shastri
Overall Trade Specialization and Economic Development: Countries Diversify
Luca De Benedictis, Marco Gallegati and Massimo Tamberi

Friday, June 27, 2008

- 11:30-13:00 *Dolmabahçe B* **Contributed Session 37 - Income, Wage & Regional Disparities**
Gini Decomposition by Gender: Turkish Case
Ezgi Kaya, Ümit Şenesen
Is Deregulation A Cure Against Discrimination? An Empirical Study of the
Deregulations of the Swedish Bus and Taxi Sectors and the Wage
Differentials Between Swedish Born and Foreign Born
Mikael Ohlson
Prevalence of Overweight Rural to Urban Adults in the State of Georgia
Zulal S. Denaux, Attila Cseh and Jamie Brogdon
- 11:30-13:00 *Dolmabahçe C* **Contributed Session 38 - Political Economy**
Sincere Lobbying Formation
Galina Zudenkova
Travelling Agents? Political Change and Bureaucratic Turnover in India
Anandi Mani, Lakshmi Iyer
Why Do Populist-Outsiders Get Elected? The A.B.C. of Populism
Sebastian Miller
- 11:30-13:00 *Sultan 1* **Contributed Session 39 - Industry, Trade & Innovation**
Intellectual Property Protection and Technology Transfer:
Evidence from US Multinationals
Sunil Kanwar
National Productive Structure and Innovative Dynamics:
Finding the (Endogenous) Path to Convergence
Luís Pina Rebelo, Jorge Cerdeira
Intra-Industry Trade: An Empirical Examination of US Auto-Industry
Ayşegül Ateş, Kemal Türkcan
- 11:30-13:00 *Sultan 2* **Contributed Session 40 - Factor Movements & Banking Regulation**
Horizontal and Vertical Spillovers from FDI in the Italian
Productive Sector
Filippo Reganati, Rosanna Pittiglio and Edgardo Sica
Regulation, Market Discipline and Moral Hazard in Banking
Levent Yıldırım
Uncertainty over the Immigration Quota System
Sergio Vergalli, Michele Moretto

Friday, June 27, 2008

11:30-13:00

Sultan 3

Contributed Session 41 - Fiscal & Welfare Economics

Budget Deficits and Interest Rates: A Fresh Perspective

Ari Aisen, David Hauner

Sectorial Welfare Cost of Inflation

Andrea Zaghini

Tax Incidence Analysis in Turkey, 2003

Özlem Albayrak

11:30-13:00

Galata

Contributed Session 42 - Money, Banking & Trade

Banking System, Fiscal Externality and Soft Budget
Constraint in Transition

Fabian Gouret

The Political Economy of Seigniorage

Francisco José Veiga, Ari Aisen

Does Foreign Exchange Intervention Work for Inflation Targeters?

Herman Kamil

Does Trade Integration Contribute to Peace?

Jong Wha Lee

13:00-14:30

Lunch Break

14:30-15:30

Anadolu

Keynote Lecture: "Indian Growth Miracle: What Can We Learn from It?"

Arvind PANAGARIYA, *Columbia University*

15:30-16:00

Coffee Break

Friday, June 27, 2008

16:00-18:00

Topkapı

Invited Session

**Capital Account Regimes, Capital Flows and Financial
Vulnerability in Asia: Myth and Reality**

Organizer and Chairperson; Yılmaz Akyüz, *UNCTAD*

The Current Global Financial Turmoil and Asian Developing Countries
Yılmaz Akyüz, *UNCTAD*

The Management of Cross Border Capital Flows and Macroeconomic
Stability in China

Yongding Yu, *Institute of World Economics and Politics, Chinese Academy of Social Sciences*

Financial Liberalization and the New Dynamics of Growth in India

C.P. Chandrasekhar, *Jawaharlal Nehru University*

Hot Money and Capital Control: The Case of Thailand

Suthy Prasartset, Thawatchai Jittrapanun, *Chulalongkorn University*

Financial Policy and Management of Capital Flows in Malaysia

Martin Khor, *Third World Network*

16:00-18:00

Marmara

Invited Session

Financial Globalization and Emerging Markets

Organizer, Enrique Mendoza, *University of Maryland*

Chairperson, Masahiko Aoki, *Stanford University*

Sovereign Default, Private Creditors and IFIs

Emine Boz, *IMF*

Emerging Market Business Cycles Revisited: Learning about the Trend

Emine Boz, *IMF*, Christian Daude, *IADB* and Bora Durdu, *Federal Reserve Board*

Financial Integration and Macroeconomic Stability

Sebnem Kalemli Özcan, *Bilkent University*

Financial Globalization and Productivity Growth

Ayhan Köse, Marco Terrones, *IMF*

16:00-18:00

Dolmabahçe A

Contributed Session 43 - Financial Markets & Money

Internal Capital Markets and Lending by Multinational Bank Subsidiaries

Ralph de Haas, Iman van Lelyveld

International Currency Portfolios

Michael Kumhof

Regime Changes in the Relationship Between Stock Prices and
Monetary Policy

Mehmet İvrendi, Bülent Güloğlu

Revisiting Stock Market Index Correlations

Mehmet Dalkır

Friday, June 27, 2008

- 16:00-18:00 *Dolmabahçe B* **Contributed Session 44 - International Trade**
Trade Intensity and Business Cycle Correlation
Hasan Vergil
Trade, Conflicts, and Political Integration: Explaining the
Heterogeneity of Regional Trade Agreements
Vincent Vicard
Tariffication of Tariff Rate Quotas under Oligopolistic Competition:
The Case of the European Union Import Regimes for Bananas
Margherita Scoppola
Maritime Transport Costs and Trade: New Data and New Evidence
Patricia Sourdin, Jane Korinek
- 16:00-18:00 *Dolmabahçe C* **Contributed Session 45 - International Trade & Labour Markets**
International Trade and Labor Income Risk in the United States
Mine Zeynep Şenses, Pravin Krishna
Is the WTO Article XXIV bad?
Monika Mrazova, David Vines and Ben Zissimos
Trade Liberalization and Skill Premium: A Non-Monotonic Relationship
Cemile Yavaş
International Trade and Domestic Distortions:
Modelling the Transition Process
Francesco Saraceno, Jean-Luc Gaffard
- 16:00-18:00 *Sultan I* **Contributed Session 46 - European & Transition Economies**
Testing the Tax Competition Theory: How Elastic are National Tax Bases
in Western Europe?
Silvia Rocha-Akis, Aleksandra Riedl
Transition, Regional Features and Economic Performance
Marcello Signorelli, Enrico Marelli
World Economy at the Crossroads in the Post- Socialist Era:
Emerging Issues before the Socialist and the Less Developed Countries
I.D. Gupta
Markov Switching Regimes and the Monetary Model of Exchange
Rate Determination: Evidence From the Central and
Eastern European Markets
Georgios Kouretas, Manolis M. Syllignakis

Friday, June 27, 2008

16:00-18:00

Sultan 2 **Contributed Session 47 - Capital Movements**

Foreign Capital, Environmental Regulation and Welfare in a
Small Open Economy

Kausik Gupta

Labour Taxation and Foreign Direct Investment

Doina Maria Radulescu, Peter Egger

Foreign Aid and Sovereign Credit Worthiness

Karl Pedersen

16:00-18:00

Sultan 3 **Contributed Session 48 - Public Economics & Income Distribution**

The Effect of Public Sector Investments on Socioeconomic
Development in Turkey

Abdülkadir Civan, Ahmet Çalışkan and Mehmet Karakuyu

Determinants of Integration and its Impact on Economic Success
of Immigrants: A Case Study of the Turkish Community in Berlin

Hülya Ülkü, Alex M. Danzer

Optimal Taxation of Capital Income in Models with Endogenous Fertility

Petrucci Alberto

Twin Peaks or Three Components? Analyzing the World's Cross-Country
Distribution of Income

Sebastian Vollmer, Hajo Holzmann and Julian Weisbrod

16:00-18:00

Galata **Contributed Session 49 - Human & Social Capital**

A Global Perspective on the Non-Observed Economy, Inequality,
Corruption and Social Capital

J. Barkley Rosser, Ehsan Ahmed and Jr. Marina V. Rosser

Private Investment in Higher Education: Comparing Alternative
Funding Schemes

Bernhard Eckwert, Itzhak Zilcha

Settling with Multiple Plaintiffs

Alper Nakkaş

Saturday, June 28, 2008

09:00- 11:00

Anadolu

Invited Session

Financial Integration and Monetary Policy

Organizer and Chairperson; Erdem Başçı, *Central Bank of The Republic of Turkey*

Monetary Policy and Financial Fragility

Guillermo Calvo, *Columbia University*

Monetary Policy in a Financially Integrated Economy:

Is There Room for an Independent Monetary Policy?

Vittorio Corbo, *Pontificia Universidad Católica de Chile*

The Role of International Reserves

Maurice Obstfeld, *University of California, Berkeley*

09:00- 11:00

Dolmabahçe A

Contributed Session 50 - Financial & Monetary Integration

Modeling the Economic Effects of Bank Regulation and Supervision

Bilin Neyaptı

Assessing Financial Integration in European Union Equity Markets,

1990-2006: Panel Unit Root and Multivariate Cointegration and

Causality Evidence

Helen Higgs, Andrew Worthington

On the Optimum Currency Area (OCA) in Europe: New Panel Evidence

Including a Negotiating Country, Turkey

Utku Utkulu, Naib Alekperov

Size Effect of Monetary Union and Welfare

Hiroya Akiba

09:00- 11:00

Dolmabahçe B

Contributed Session 51 - Indian Economy: Globalization & Migration

Globalization and the Plight of Indigenous Communities in India

John Felix Raj

Migration, Livelihood and Well-being: Evidence from Indian City-Slums

Arup Mitra

Regional Divergence of Growth in India (1970-2002):

A Dynamic Panel Analysis

Manoj Kumar Sanyal, Panchanan Das

Split-Ticket Voting: An Implicit Incentives Approach

Galina Zudenkova

Saturday, June 28, 2008

- 09:00- 11:00 *Dolmabahçe C* **Contributed Session 52 - Capital Movements, Trade & Monetary Policy**
Optimal Monetary Policy under Asset Market Segmentation
Rajesh Singh, Amartya Lahiri and Carlos Végh
Optimal Stabilization Policy in a Model with Endogenous Sudden Stops
Alessandro Rebucci, Gianluca Benigno, Huigang Chen, Christopher Otrok
and Eric R. Young
Trade Shocks and Labor Adjustment: A Structural Empirical Approach
Erhan Artuç, Shubham Chaudhuri and John McLaren
**Why Should Emerging Market Countries (Still) Concern Themselves
with Capital Inflows?**
Manuel Agosin, Franklin Huaita
- 09:00- 11:00 *Sultan I* **Contributed Session 53 - Exchange Rates & Fiscal Policy**
**Does the Nominal Exchange Rate Regime Affect the Long Run Properties
of Real Exchange Rates?**
Christian Dreger, Eric Girardin
Exchange Rate and Fundamentals: The Case of Brazil
Marcelo L. Moura, Adauto R. S. Lima and Rodrigo M. Mendonça
The Historical Background of Liberalization in Turkey
V. Necla Geyikdağı, Yaşar Geyikdağı
One Way or Another: Fiscal Sustainability in Argentina, 1867-2004
Osvaldo Meloni, Ana María Cerro and Tatiana Soria Genta
- 09:00- 11:00 *Sultan 2* **Contributed Session 54 - International Markets & Firm Behaviour**
**Export Premia and Sub-Contracting Discount Passive Strategies and
Performance in Domestic and Foreign Markets**
Davide Vannoni, Tiziano Razzolini
Control Theory Methods for Macro Models with Stochastic Micro Foundations
Robert Tonita, Jorge Goncalve and Glenn Vinnicombe
Exchange Rate, Employment and Hours: What Firm-Level Data Say
Francesco Nucci, Alberto F. Pozzolo
International Price Dispersion and Market Structure
Özlem İnanç

Saturday, June 28, 2008

- 09:00- 11:00 *Sultan 3* **Contributed Session 55 - Knowledge, Uncertainty & Europe**
Knowledge Flows Across European Regions
Stefano Usai, Raffaele Paci
Macroeconomic Uncertainty and Performance in the European Union
and Implications for the Objectives of Monetary Policy
Stilianos Fountas, Donal Bredin
Automatic Stabilisation, Discretionary Policy and the Stability Pact
Jérôme Creel, Francesco Saraceno
Quantifying the Psychological Costs of Unemployment:
The Role of Permanent Income
Andreas Knabe, Steffen Rätzel
- 09:00- 11:00 *Galata* **Contributed Session 56 - Public Policy & Labour**
Analysis of Attrition Patterns in the Turkish Household Labor
Force Survey, 2000-2002
İnsan Tunalı
Political Institutions and Human Development: Does Democracy Fulfil
its "Constructive" and "Instrumental" Role?
Maria Ziegler, Sebastian Vollmer
Electoral Threshold, Representation, and Parties' Incentives to
Form a Bloc.
Andrei Bremzen, Georgy Egorov and Dmitry Shakin
Does a Federal Country Need Federal Transfers When it has
Labor Mobility?
Tiago Neves Sequeira, Alexandra Ferreira Lopes
- 11:00-11:30 Coffee Break

Saturday, June 28, 2008

11:30-13:00

Topkapı **Invited Session**

**Savings, Investment, Employment and the Current Account:
The Turkish Case**

Organizer; Ercan Uygur, *Ankara University*

Chairperson; Ronald Findlay, *Columbia University*

**What Has Been the Role of Investment in Turkey's Growth
Performance, 1950-2008?**

Sumru Altuğ, *Koç University*

Exchange Rates, Private Savings and the Current Account in Turkey

Ercan Uygur, *Ankara University*

Saving Trends in Developing Countries

Luis Servén, *World Bank*

**Exchange Rate Volatility and Employment Growth in Developing
Countries: Evidence From Turkey**

Fırat Demir, *University of Oklahoma*

11:30-13:00

Marmara **Invited Session**

**Vulnerability to External Factors: Is Latin America Out
of the Woods Yet?**

Organizer; Alejandro Izquierdo, *Inter-American Development Bank*,

Chairperson; Gerardo Della Paolera, *American University in Paris*

Capital Flow Bonanzas: Past and Present

Carmen Reinhart, *University of Maryland, NBER*,

Vincent Reinhart, *American Enterprise Institute*

Booms and Busts in the Latin America: The Role of External Factors

Alejandro Izquierdo, Randall Romero, *Inter-American Development Bank*

and Ernesto Talvi, *CERES*

**A Tale of Three Countries: Economic Development in Argentina,
Australia and Canada since Independence**

Garciela Kaminsky, *Johns Hopkins University*,

Pablo Vega-Garcia, *George Washington University*

The Role of External Shocks in Latin America's Lost decade

Andrés Neumeyer, *Universidad Torcuato Di Tella*

Saturday, June 28, 2008

- 11:30-13:00 *Dolmabahçe A* **Contributed Session 57 - International Finance**
Welfare Implications of a Second Lender in the International Markets
Luis Opazo
Sovereign Debt Crises Through the Prism of Primary Bond Markets
Sebastian Nieto Parra
Sovereign Risk and Procyclical Fiscal Policy in Emerging Market Economies
Yui Suzuki
Are Emerging Asia's Reserves Really Too High
Marta Ruiz-Arranz, Milan Zavadjil
- 11:30-13:00 *Dolmabahçe B* **Contributed Session 58 - Fiscal Policy, Inflation & Europe**
The European Union's Fiscal Policy and Economic Integration
Irene Kyriakopoulos
The Impact of Reference Norms on Inflation Persistence
When Wages are Staggered: Theoretical Analysis and Empirical Results
Markus Knell, Alfred Stiglitz
The Maastricht Inflation Criterion: What is the Effect of Expansion
of the European Union?
Karsten Staehr, John Lewis
- 11:30-13:00 *Dolmabahçe C* **Contributed Session 59 - Global Warming**
Strategic Information Acquisition and the Mitigation of Global Warming
Florian Morath
UN Approval of Greenhouse Gas Emission Reduction Projects in Developing
Countries: The Political Economy of the CDM Executive Board
Florens Flues, Axel Michaelowa and Katharina Michaelowa
Weather Insurance: Managing Risk Through an Innovative Retail Derivative
Jeremy Tobacman, Shawn Cole and Petia Topalova
- 11:30-13:00 *Sultan I* **Contributed Session 60 - Risks & Banking**
The Risk Management Approach of the Federal Reserve
System - A Model For the European Central Bank
Magdalena Malinowska
Investment Credit Availability Bank Enterprise Relations in Poland
Joanna Tyrowicz
Bank Failures in an Era of Financial Crises in Turkey: A Duration Model Analysis
Hakan Ercan, Özgü Evirgen

Saturday, June 28, 2008

- 11:30-13:00 *Sultan 2* **Contributed Session 61 - Asia & Turkey: Public & Private Finance**
Determinants of Net Private Savings Investment Gap in Turkey
Süleyman Değirmen, Ahmet Şengönül
Is Fiscal Decentralization Conflict Abating? Routine Violence and
District Level Government in Java, Indonesia
Zulfan Tadjoeeddin, Mansoob Murshed
Real and Financial Integration in East Asia
Jong-Wha Lee, Soyoung Kim
- 11:30-13:00 *Sultan 3* **Contributed Session 62 - Macroeconomics & Risks**
Sources of Macroeconomic Fluctuations in Turkey
Gülçay Tuna, Mehmet Balçılar
Consumption Heterogeneity and Long Run Risk
Victoria Galsband, Mathias Hoffmann
A Small State-Space Model of the Australian Economy
Jeffrey Sheen, Shawn Leu
- 11:30-13:00 *Galata* **Contributed Session 63 - International Trade**
Economic Partnership Agreements and WTO Negotiations.
A Quantitative Assessment of Trade Preference Granting and Erosion
in The Banana Market
Giovanni Anania
The Determining Role of EU in Turkey's Trade Flows:
A Gravity Model Approach
Özgül Bilici, Erkan Erdil and İ. Hakan Yetkiner
The Single Currency's Effects on Eurozone Sectoral Trade:
Winners and Losers?
Claudio Vicarelli, Sergio de Nardis and Roberto De Santis
- 13:00-14:30 Lunch Break
- 14:30-15:30 *Anadolu* **Keynote Lecture: "Financial Globalization and Emerging Markets:
What Have We Learned?"**
Maurice OBSTFELD, *University of California, Berkeley*
- 15:30-16:00 Coffee Break

Saturday, June 28, 2008

16:00-18:00

Anadolu

Invited Session

Global Imbalances and New Reserve Systems

Organizer; Joseph Stiglitz, *Columbia University*

Chairperson; Guillermo Calvo, *Columbia University*

Reforming the Global Reserve System

Joseph Stiglitz, *Columbia University*,

Bruce Greenwald, *Columbia University*

The Instability and Asymmetries of the Global Reserve System

Jose Antonio Ocampo, *Columbia University*

Discussants

Yilmaz Akyüz, *UNCTAD*,

Yongding Yu, *Institute of World Economics and Politics, Chinese Academy of Social Sciences*
and Heiner Flassbeck, *UNCTAD*

16:00-18:00

Dolmabahçe A

Contributed Session 64 - Globalization, Business & Risks

**Exchange Rate Exposure, Foreign Currency Borrowing and
the Use of Derivatives: Evidence from Brazil**

José Luiz Rossi Júnior

**On the Economic Analysis of Central Asia: Globalization,
Transition or Development?**

George E. Wright

Austrian-Turkish Business Relations - Why Way Behind CEE Level?

Peter Kruhumber

16:00-18:00

Dolmabahçe B

Contributed Session 65 - Financial Markets & Labour

**Financial Market Imperfections and Firm Level Investment:
Evidence from a Panel of Turkish Corporations**

Hakan Ercan, Bahsayis Temir

**Financial Market Imperfections, Firm Heterogeneity and the Impact of
Trade on Entrepreneurial Selection and Industry Productivity**

Tsechien Hsu

Subsidizing Extra Jobs: Promoting Employment by Taming the Unions

Andreas Knabe, Ronnie Schöb

**Wage Taxation in the Presence of Unionised Labour and
Internationally Mobile Firms**

Silvia Rocha-Akis

Saturday, June 28, 2008

- 16:00-18:00 *Dolmabahçe C* **Contributed Session 66 - Information, Uncertainty & Optimum Policy**
Price and Volume Response to Public Information
Magdalena Malinowska
Transaction Costs, Incomplete Asset Markets and
Exchange Rate Indeterminacy
Nan Li
Towards an Understanding of Choice under Uncertainty and
Intertemporal Preference within a Unified Framework:
An FMRI Study of Risky and Intertemporal Decision-Making
Hiroyasu Yoneda, Sobei H. Oda
Optimal Policy of Minimum Wage and Earned Income Tax Credit
Miki Malul, Luski Israel
- 16:00-18:00 *Sultan I* **Contributed Session 67 - Labour Markets & Employment**
The Analysis of Unemployment in Romania through Duration Models
Daniela-Emanuela Danacica, Ana-Gabriela Babucea
Labor Informality Effects of a Poverty Alleviation Program
Leonardo Gasparini, Francisco Haimovich and Sergio Olivieri
Employment Effects of Low Wage Subsidies
Jukka Piirttilä, Kristiina Huttunen and Roope Uusitalo
National Prices and Wage Setting in a Currency Union:
With Reference to Wage Restraint under EMU
Marcelo Sánchez
- 16:00-18:00 *Sultan 2* **Contributed Session 68 - Money and Finance**
Convergence and Anchoring of Yield Curves in the Euro Area
Refet Gürkaynak, Michael Ehrmann, Marcel Fratzscher and Eric Swanson
Modeling and Forecasting the Yield Curve Under Model Uncertainty
Paola Donati, Francesco Donati
Do Common Currencies Facilitate the Net Flow of Capital Among Countries
Slavi T. Slavov
The Growth Effects of International Financial Integration and
Exchange Rates: Theory and Empirics
Cesar M. Rodriguez

Sunday, June 29, 2008

09:00-11:00

Topkapı **Invited Session**

Global Financial Markets: Debts, Reserves, and Turbulence

Organizer; Carmen M. Reinhart, *University of Maryland, NBER*

Chairperson; Vincent R. Reinhart, *American Enterprise Institute*

A New Era of International Financial Integration: Global, Market, and Regional Factors

Marco Cipriani, *George Washington University,*

Graciela L. Kaminsky, *George Washington University, NBER*

A Tractable Model of Precautionary Reserves or Net Foreign Assets

Christopher Carroll, *Johns Hopkins University,*

Olivier Jeanne, *IMF*

Domestic Debt: The Forgotten History

Carmen M. Reinhart, *University of Maryland, NBER,*

Kenneth S. Rogoff, *Harvard University, NBER*

Discussants

Carlos Végh, *University of Maryland,*

Vincent R. Reinhart, *American Enterprise Institute,*

Alejandro Izquierdo, *InterAmerican Development Bank*

09:00-11:00

Marmara **Invited Session**

The Turkish Economy Seven Years after the 2001 Crisis

Organizer; Oya Celasun, *IMF*

Chairperson; Ahmet Tıktık, *SPO*

Inflation Expectations and Monetary Policy in Turkey

Y. Soner Başkaya, A. Hakan Kara and

Defne Mutluer, *Central Bank of The Republic of Turkey*

Expansionary Fiscal Consolidations: New Evidence from Turkey

Fatih Özatay, *TOBB University of Economics and Technology*

Sectoral Asymmetries, Currency Mismatch and Sudden Stops

Mustafa Kılınc, *Central Bank of The Republic of Turkey*

Turkey's Experience with the 'Unholy Trinity': What Role for Economic Policy?

Cevdet Akçay, *Yapı Kredi Bank,*

Murat Üçer, *Istanbul Analytics*

Sunday, June 29, 2008

- 09:00-11:00 *Dolmabahçe A* **Contributed Session 69 - Public Policy, Banking & Finance**
- The Promises and Failures of Local Provision of Public Services in Bosnia and Herzegovina
Sevinç Rende, Stephen P. Coelen and Dorothy Rosenberg
- The Role of Guarantees in Bank Lending
Alberto Franco Pozzolo
- A Comparison of International Financial Crisis and Investment Opportunities for Foreign Capital: Turkey, Russia and Hong Kong
Şaziye Gazioğlu, Ülkem Başdaş
- When Do Foreign Banks Begin to Matter?
Jie Mao, Guanyi Ben Li
- 09:00-11:00 *Dolmabahçe B* **Contributed Session 70 - Wages, Prices & Fiscal Policy**
- Understanding Wage Inequality: Trade, Technology, and Location
Chul Chung, Bonggeun Kim
- Decentralized Wage Negotiations: Slow Downs Versus Stockpiling
Yavuz Günalay, Süheyla Özyıldırım
- Does Price of an Essential Non-Renewable Resource Necessarily Grow?
I. Hakan Yetkiner, Beatriz Gaitan and Richard S.J. Tol
- Rent-Seeking Distortions and Fiscal Procyclicality
Ethan Ilzetzki
- 09:00-11:00 *Dolmabahçe C* **Contributed Session 71 - Public Policy & The Indian Economy**
- On Devastating Droughts
Raghav Gaiha, Kenneth Hill and Vani S. Kulkarni
- Economic Growth in India 1950-2003: Testing Kaldor's Engine of Growth Hypothesis
Panchanan Das
- Election Results and Opportunistic Policies: An Integrated Approach
Linda Gonçalves Veiga, Toke S. Aidt and Francisco José Veiga
- Electricity Provision and Industrial Development: Evidence from India
Juan Pablo Rud

Sunday, June 29, 2008

- 09:00-11:00 *Sultan 1* **Contributed Session 72 - FDI, Growth & Transition**
FDI and Change in Factor Intensity of Exports and Imports of
Emerging Markets (1991-2005): A Panel Cointegration Approach
Faruk Aydın, Hülya Saygılı
Agricultural Distortions, Structural Change, and Economic Growth:
A Cross-Country Analysis
Talan B. İşcan, Benjamin N. Dennis
Economics and the Demographic Transition
Luis Angeles
- 09:00-11:00 *Sultan 2* **Contributed Session 73 - Markets & Government**
Monopolistic Competition and the Dependent Economy Model
Romain Restout
The Effect of Trade Openness on Optimal Government Size under
Endogenous Firm Entry
Sandra Hanslin
Who Buys Whom in International Oligopolies with FDI and Technology Transfer?
Francesca Sanna-Randaccio, Leo Grunfeld
Optimal Penalty for Investment Delay in Public Procurement Contracts:
Evidence from the Italian Experience
Chiara D'Alpaos, Michele Moretto and Paola Valbonesi
- 09:00-11:00 *Sultan 3* **Contributed Session 74 - Patents & Comparative Economics**
The Patent Quality Control Process: Can We Afford an (Rationally)
Ignorant Patent Offices?
Jing-Yuan Chiou
A Critique of the New Comparative Economics
J. Barkley Rosser Jr., Marina V. Rosser
- 09:00-11:00 *Galata* **Contributed Session 75 - Inflation Targeting & Dollarization**
Dangerous Liaisons? An Empirical Assessment of Inflation Targeting
and Exchange Rate Regimes
Horacio Aguirre, Tamara Burdisso
Inflation and Dollarization in Turkey
Müge Karacal, Mohsen Bahmani-Oskooee
Trade, Offshoring and the Invisible Handshake
Bilgehan Karabay, John McLaren
- 11:00-11:30 Coffee Break

Sunday, June 29, 2008

11:30-13:00

Topkapı **Invited Session**

**The New Economics of the Brain Drain: Brain Gains
and Economic Growth**

Organiser and Chairperson; Oded Stark, *University of Klagenfurt*

**The Brain Drain as a Catalyst of Human Capital Gains,
Welfare Improvement and Economic Growth**

Oded Stark, *University of Klagenfurt*

**An Optimal Selective Migration Policy in the Absence of Symmetric
Information and in The Presence of Skill Formation Incentives**

Alessandra Casarico, *Universita Bocconi*,

Silke Uebelmesser, *University of Munich*

**Heterogeneous Human Capital and Beneficial Brain Drain:
Theory and Evidence from China**

C. Simon Fan, *Lingnan University*,

Oded Stark, *University of Klagenfurt* and

Xiangdong Wei, *Lingnan University*

Discussant

J. Barkley Rosser Jr., *James Madison University*

11:30-13:00

Dolmabahçe A

Contributed Session 76 - Choice & Market Experiments

Risk and Career Choice: Evidence from Turkey

Asena Caner, Çağla Ökten

**The Limits of Choice. Saving Decisions and Basic Needs
in Developed Countries**

Sahra Wagenknecht

**What Students Learn From Market Experiments and
What They Don't**

Haitani Ryohei, Sobei H. Oda

Sunday, June 29, 2008

- 11:30-13:00 *Dolmabahçe B* **Contributed Session 77 - Human Capital & Growth**
The Role of Human Capital in Economic Growth: Evidence From Greek Regions
Nikos Benos, Stelios Karagiannis
Specific Human Capital Investments in Weak Skills under Uncertain Terms of Trade
Toshihiro Ichida
Economic Growth, Globalisation and Human Capital: Empirical Evidence from India
D. K. Nauriyal, Bimal K. Sahoo and Anil Dixit
- 11:30-13:00 *Dolmabahçe C* **Contributed Session 78 - Central Asia & Russia**
Managing an Oil Boom: Has Kazakhstan Used its Energy Resources to Promote Diversification through Support for Agriculture?
Richard Pomfret
The Determinants of Regional Growth and Convergence in China, India and Russia
Kiril Tochkov, Oleg Badunenko
Econometric Estimates of Hedonic Price Indexes for Personal Computers in Russia
Aleksandr Parkhomenko, A. Redkina and O. Maslivets
- 11:30-13:00 *Sultan I* **Contributed Session 79 - Turkey: Social & Political Developments**
Impact of The 1999 Earthquakes on the Outcome of The 2002 Parliamentary Election in Turkey
Ali T. Akarca, Aysıt Tansel
The Determinants of Life Expectancy in Turkey
Ferda Halıcıoğlu
Income Differentials, Gender and Education in Turkey: Evidence from Individual Level Data
H. Mehmet Taşçı, Oktay Öksüzler and Ramazan Taş

Sunday, June 29, 2008

- 11:30-13:00 *Sultan 2* **Contributed Session 80 - Unemployment & Poverty**
Unemployment Convergence in Transition
Joanna Tyrowicz, Piotr Wojcik and David Katrencik
Do Institutions Matter in Poverty Reduction? Prospects of Achieving
the MDG of Poverty Reduction in Asia
Raghav Gaiha, Katsushi Imai
India's Economic Reforms and Poverty
Eckhard Siggel
- 11:30-13:00 *Sultan 3* **Contributed Session 81 - Total Factor Productivity**
Total Factor Productivity: The Residual After "All"
Hande Tanergüçlü, Constance Smith
More Growth or Fewer Collapses? A New Look at Long Run Growth
in Sub-Saharan Africa
Jorge Arbache, John Page
The Evolution and Determinants of Frontier Total Factor Productivity
Growth in Tunisia
Sofiane Ghali, Pierre Mohnen
- 13:00-14:30 Lunch Break
- 14:30-15:30 *Anadolu* **Keynote Lecture: "Global Warming and Global Social Justice"**
Joseph STIGLITZ, *Columbia University*
- 15:30-16:30 *Anadolu* **Closing Panel**
- 19:30 *Turkish & Islamic
Art Museum* **Closing Cocktail hosted by Ministry of Culture and Tourism**