

**INTERNATIONAL TRADE, FINANCE, AND MACROECONOMICS:
Research Frontiers and Challenges for Policy****Supported by**

CEPR

The Bank of England
Centre For Macroeconomics
Cambridge-INET Institute**Bank of England, 20 Moorgate, London, EC2R 6DA****Programme****Thursday 18 December**08.15-08.45 **Registration**08.45-09.00 **Welcoming Remarks by Minouche Shafik (Bank of England)**

Chair: Jumana Saleheen

09.00-10.00 **Keynote: Firm-to-Firm Trade: Imports, Exports, and the Labor Market**

Samuel Kortum (Yale University) with Jonathan Eaton and Francis Kramarz

10.00-10.30 Coffee Break

SESSION 1. TRADE AND FINANCE

Chair: Richard Baldwin

10.30-11.30 **Firms and Credit Constraints along the Global Value Chain: Processing Trade in China**

Kalina Manova (Stanford University) with Zhihong Yu

*Discussant: Veronica Rappoport (London School of Economics)*11.30-12.30 **The Role of Foreign Banks in Trade**

Neeltje van Horen (De Nederlandsche Bank) with Stijn Claessens and Omar Hassib

Discussant: Friederike Niepmann (Federal Reserve Bank of New York)

12.30-13.30 Lunch

SESSION 2. TRADE, PRICES, AND BUSINESS CYCLES (PART I)

Chair: Giancarlo Corsetti

13.30-14.30 **Granular Comovement**

Julian di Giovanni (Universitat Pompeu Fabra and CEPR) with Andrei Levchenko and Isabelle Méjean

*Discussant: Robert Kollmann (ECARES and CEPR)*14.30-15.30 **Diversification in the Small and in the Large: Evidence from Trade Networks**

Isabelle Méjean (Ecole Polytechnique) with Francis Kramarz and Julien Martin

Discussant: Jaume Ventura (CREI, Universitat Pompeu Fabra and CEPR)

15.30-16.00 Coffee Break

16.00-17.00 **Real Exchange Rates and Sectoral Productivity in the Eurozone**

Michael Devereux (University of British Columbia and CEPR)

*Discussant: Gianluca Benigno (London School of Economics and CEPR)*18.00 **Dinner (hosted by Martin Weale at the BoE)** (For programme participants only)

Friday 19 December

09.00-10.00 **Keynote: Productivity Responses to Trade.**
Marc Melitz (Harvard University and CEPR)
Chair: Fabio Ghironi

10.00-10.30 Coffee Break

SESSION 3. TRADE, EXCHANGE RATES AND MONETARY POLICY

Chair: Gregory Thwaites

10.30-11.30 **Trade, Unemployment and Monetary Policy**
Matteo Cacciatore (HEC Montréal) with Fabio Ghironi
Discussant: Lilia Cavallari (Università Degli Studi di Roma 'La Sapienza')

11.30-12.30 **Ricardian Exchange Rate Redux**
Katheryn Russ (University of California, Davis) with Matthieu Bussiere, Guillaume Gaulier and Maurice Obstfeld
Discussant: Paolo Pesenti (Federal Reserve Bank of New York and CEPR)

12.30-13.30 Lunch

SESSION 4. TRADE, PRICES, AND BUSINESS CYCLES (PART II)

Chair: Simon Price

13.30-14.30 **The trade comovement puzzle and the margins of international trade**
Ana Maria Santacreu (Federal Reserve Bank of St Louis and INSEAD) with Wei Liao
Discussant: Philippe Martin (Sciences Po, Paris and CEPR)

14.30-15.30 **Price setting in online markets: Basic facts, international comparisons, and cross-border integration**
Oleksandr Talavera (University of Sheffield) with Yuriy Gorodnichenko
Discussant: Jean Imbs (Paris School of Economics and CEPR)

15.30-16.00 Coffee Break

16.00-17.00 **International Prices and Demand for Value Added with Global Supply Chains**
Robert Johnson (Dartmouth College) with Rudolfs Bems
Discussant: Nikhil Patel (Columbia University)

End of Conference

Organisers: Ambrogio Cesa-Bianchi (Bank of England), Giancarlo Corsetti (Cambridge University, INET and CEPR), Fabio Ghironi (University of Washington and CEPR), Ida Hjortsoe (Bank of England), Simon Price (Bank of England), Jumana Salaheen (Bank of England)