



BANK FOR INTERNATIONAL SETTLEMENTS

Institute for
New Economic Thinking



UNIVERSITY OF
CAMBRIDGE
Faculty of Economics



BANK OF ENGLAND



University
of Basel

Faculty of
Business and Economics

New economics of exchange rate adjustment

BIS, Bank of England, Cambridge University, University of Basel

Cambridge, 21–22 March 2019

Thursday 21st March

08.15-08.50 Registration

08.50-09.00 Welcoming remarks

Keynote speech

09.00-10.00 Hélène Rey (London Business School) [TITLE TBC]

10.00-10.30 Coffee

Session 1: The dollar and the international financial cycle

10.30-11.30 ***Global Investors, the dollar, and US credit conditions***, Friederike Niepmann (Federal Reserve Board) and Tim Schmidt-Eisenlohr (Federal Reserve Board)

Discussant: Egemen Eren (Bank for International Settlements)

11.30-12.30 ***Central bank swap lines***, Saleem Bahaj (Bank of England) and Ricardo Reis (London School of Economics)

Discussant: Catherine Schenk (University of Oxford)

12.30-13.30 Lunch

Keynote speech

13.30-14.30 Maurice Obstfeld (UC Berkeley) [TITLE TBC]

14.30-15.00 Coffee

Session 2: Liquidity, leverage and exchange rates

15.00-16.00 ***Liquidity and exchange rates: an empirical investigation***, Charles Engel (University of Wisconsin) and Steve Pak Yeung Wu (University of Wisconsin)

Discussant: Vania Stavrakeva (London Business School)

16.00-17.00 ***Intermediary leverage and currency risk premium***, Xiang Fang (University of Pennsylvania)

Discussant: Mariano Croce (Bocconi)

17.00-18.00 Break

Session 3: Exchange rate interventions and policy: where do we stand?

18.00-19.15 **FX intervention and domestic credit: evidence from high-frequency micro data** Boris Hofmann (BIS), Hyun Song Shin, (BIS) and Mauricio Villamizar-Villegas, (Bank of the Republic, Colombia)

Panel discussion: Luiz Awazu Pereira da Silva (BIS) and Jean-Pierre Landau (Banque de France)

19.30 **Dinner** (by invitation only)

Friday 22nd March

Session 3: Pricing pass-through and monetary policy

08.30-09.30 ***Exchange rate pass-through, capital flows, and monetary autonomy***, Olivier Wang (MIT)

Discussant: Gianluca Benigno (Federal Reserve Bank of New York)

09.30-10.30 ***Optimal monetary policy under dollar pricing***, Konstantin Egorov (New Economic School) and Dmitry Mukhin (Yale University)

Discussant: Cedric Tille (Graduate Institute)

10.30-11.00 Coffee

Keynote speech

11.00-12.00 Pierre-Olivier Gourinchas (UC Berkeley) [TITLE TBC]

12.00-13.00 Lunch

Session 4: Currency mismatch and balance sheets

13.00-14.00 ***Balance sheets, exchange rates and international monetary spillovers***, Ozge Akinci (FRB New York) and Albert Queralto (Federal Reserve Board)

Discussant: Ambrogio Cesa-Bianchi (Bank of England)

15.00-16.00 ***Exchange rate exposure and firm dynamics***, Juliana Salamao (University of Minnesota) and Liliana Varela (University of Warwick)

Discussant: Catherine Koch (Bank for International Settlements)

16.00-16.10 Closing remarks

Organisers

Giancarlo Corsetti (University of Cambridge), Olivier Jeanne (Johns Hopkins University), Sarah Lein (University of Basel), Simon Lloyd (Bank of England), Giovanni Lombardo (BIS), Dubravko Mihaljek (BIS), and Luiz A. Pereira da Silva (BIS).