

The Seventh Annual Meeting of the  
**LATIN AMERICAN AND CARIBBEAN  
ECONOMIC ASSOCIATION**

**11-13 October 2002**

**LACEA**

**MADRID 2002 SPAIN**

# LACEA

MADRID 2002 SPAIN

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UNIVERSIDAD CARLOS III DE MADRID

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CEMFI

Raquel Fernandez  
NEW YORK UNIVERSITY

Xavier Freixas  
UNIVERSITAT POMPEU FABRA

Jordi Galí  
UNIVERSITAT POMPEU FABRA

Francesco Giavazzi  
UNIVERSITÀ BOCCONI

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UNIVERSIDAD COMPLUTENSE

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Juan F. Jimeno  
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EUROPEAN UNIVERSITY INSTITUTE

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ARIZONA STATE UNIVERSITY

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UNIVERSIDAD COMPLUTENSE

Enrique Sentana  
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José Viñals  
BANCO DE ESPAÑA

# GENERAL INFORMATION

## REGISTRATION DESK

The Registration Desk is located at the Entrance Hall of the Palacio Municipal de Congressos.  
It will be open during the following hours:

Thursday 10 October 2002	17.00 - 20.00
Friday 11 October 2002	08.00 - 20.00
Saturday 12 October 2002	08.30 - 20.00
Sunday 13 October 2002	08.30 - 20.00

## PARTICIPANT IDENTIFICATION

All participants are required to wear their name badges at all times.  
They provide access to the Conference Venue and to lunches, coffee breaks, and the Social Program.

The accompanying persons' badge enables access to the Social Program only.

## ROOM DISTRIBUTION

The rooms for the sessions are named after Latin American cities, and are located as follows:

Floor -4 AUDITORIUM AMÉRICA

Floor -2 SANTO DOMINGO

Floor 1 LA HABANA  
BUENOS AIRES  
MÉXICO

Floor 2 CARACAS  
BOGOTÁ  
LA PAZ  
MONTEVIDEO

Floor 4 BRASILIA  
SANTIAGO  
PANAMÁ  
QUITO  
ASUNCIÓN  
LIMA

## PRESENTATION FACILITIES

All rooms have overhead projectors. Only the Auditorium is equipped for Power Point presentations.

## PAPER PRESENTERS

For each paper in the Conference Program the first author listed is the presenter.  
An alphabetical list of presenters is provided at the end.

# GENERAL INFORMATION

## COMPUTER ROOM

A Computer Room located on Floor 1 will be available throughout the duration of the Meeting.

## COFFEE BREAKS AND LUNCHES

Coffee breaks and lunches will be served in the designated area outside Auditorio América.

## TRANSPORTATION

The timetable of buses between the Hotels NH Eurobuilding, NH Zurbano, and NH Parque Avenidas and the Conference Venue is the following:

	HOTELS TO VENUE	VENUE TO HOTELS
Thursday 10 October 2002	-	21.00
Friday 11 October 2002	08.00	21.00
Saturday 12 October 2002	08.30	*
Sunday 13 October 2002	08.30	20.00

\* On Saturday there will be buses at 20.00 to take participants from the Venue to the Conference Dinner, and at 24.00 from the Conference Dinner to the Hotels.

The best Metro connections from the Hotels to the Conference Venue are as follows:

NH Eurobuilding	Línea 10	<b>Cuzco</b> » Nuevos Ministerios
	Línea 8	Nuevos Ministerios » <b>Campo de las Naciones</b>
NH Zurbano	Línea 10	<b>Gregorio Marañón</b> » Nuevos Ministerios
	Línea 8	Nuevos Ministerios » <b>Campo de las Naciones</b>
NH Parque Avenidas	Línea 7	<b>Parque de las Avenidas</b> » Avenida de América
	Línea 9	Avenida de América » Colombia
	Línea 8	Colombia » <b>Campo de las Naciones</b>

## SOCIAL PROGRAM

The Social Program consists of the following events:

### Welcome Reception

Thursday 10 October 2002, 19.30 - 21.00  
Entrance Hall, Palacio Municipal de Congresos

### BBVA Reception

Presentation of *Ensayos sobre Colombia y América Latina. Libro en Memoria de Nicolás Botero*.  
Speakers: Miguel Sebastián (BBVA) and Guillermo Perry (The World Bank)  
Friday 11 October 2002, 19.30 - 21.00  
Auditorium América Hall, Palacio Municipal de Congresos

### Conference Dinner

Saturday 12 October 2002, 21.00 - 24.00  
Jardines de Cecilio Rodríguez, Parque del Retiro

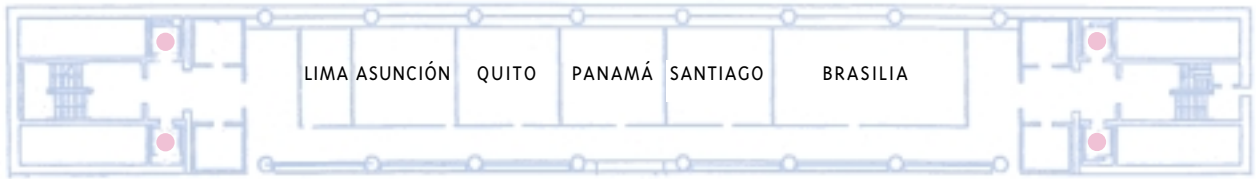
# PROGRAM OVERVIEW

	Friday 11 October 2002	Saturday 12 October 2002	Sunday 13 October 2002
<b>09.15-11.00</b>	<i>Invited Lecture 1</i> Anne Krueger	<i>Economía Panel I</i> & <i>Contributed Sessions 2</i>	<i>Contributed Sessions 4</i>
		Economía Panel I Wage Behavior Family Economics I Labor Market Programs Business Cycles Dollarization I Growth Empirics I International Trade I Inflation Asset Pricing Foreign Direct Investment Firm Behavior I Migration Privatization	Time Series Econometrics Child Labor Family Economics II Labor Market Regulations Exchange Rates II Dollarization II Growth Empirics II International Trade II Monetary Policy II Corporate Finance Regional Integration II Education & Human Capital Information & Uncertainty Pricing Policies
<b>11.00-11.30</b>	Coffee	Coffee	Coffee
<b>11.30-13.00</b>	<i>Invited Sessions 1</i>	<i>Economía Panel II</i> & <i>Invited Sessions 2</i>	<i>Invited Sessions 3</i>
	Transaction Cost Analysis Education Policies Lessons from NAFTA Capital Flows Trade Policy Financial Integration Privatization Exchange Rates	Economía Panel II Natural Resources Entrepreneurship Growth The Original Sin Trade and Integration Sovereign Debt Emerging Market Instability	Dynamic GE Models Social Programs Growth in Latin America Foreign Direct Investment Financial Liberalization Fiscal Discipline Firm Behavior Foreign Bank Behavior
<b>13.00-14.30</b>	Lunch	Lunch	Lunch
<b>14.30-16.15</b>	<i>Contributed Sessions 1</i>	<i>Economía Panel III</i> & <i>Contributed Sessions 3</i>	<i>Contributed Sessions 5</i>
	Law and Governance Wages and Trade Income Distribution I Job Search Capital Flows Currency Crises Development Financial Econometrics Monetary Policy I Banking Political Economy I Educational Programs I Empirical IO Game Theory	Economía Panel III Poverty Household Behavior Labor Markets Exchange Rates I Contagion Growth Theory I Regional Integration I Monetary Policy Rules Credit & Financial Markets Political Economy II Firm Behavior II Migration to the US Industrial Organization	Environmental Economics Wages in Brazil Income Distribution II Female Labor Supply Exchange Rate Regimes Sovereign Debt Growth Theory II International Trade III Optimal Monetary Policy Microfinance Taxation Educational Programs II Social Security Antitrust
<b>16.15-16.45</b>	Coffee	Coffee	Coffee
<b>16.45-18.00</b>	<i>Invited Lecture 2</i> Jean Tirole	<i>Díaz-Alejandro Prize</i> Honoring Rudi Dornbusch	<i>Invited Lecture 3</i> J. Peter Neary
<b>18.00-18.15</b>	Break	Break	Break
<b>18.15-19.30</b>	<i>Round Table 1</i> Labor Market Institutions	<i>Round Table 2</i> Monetary Arrangements	<i>Round Table 3</i> The Argentinian Tragedy

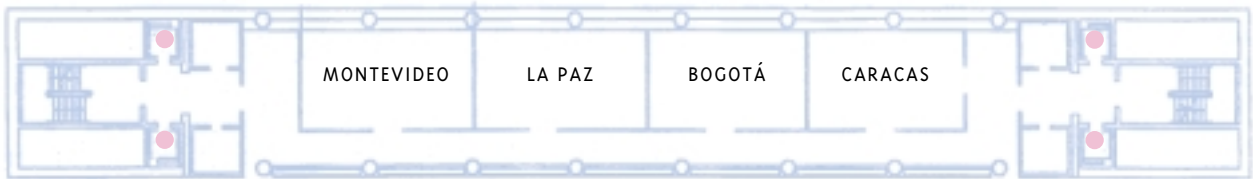


# CONFERENCE VENUE MAP

**Floor 4**



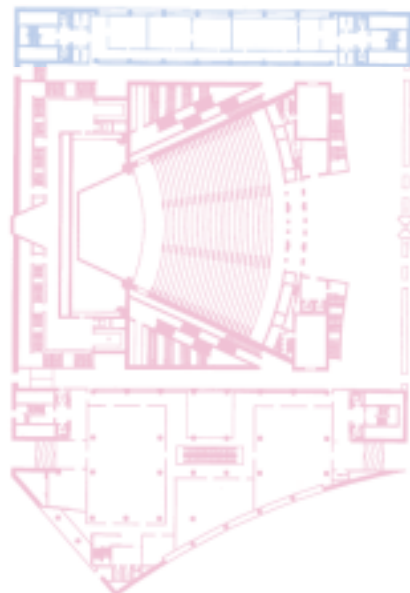
**Floor 2**



**Floor 1**



● Lifts



◀ *Palacio Municipal de Congressos*

# C O N F E R E N C E P R O G R A M

FRIDAY, 11 OCTOBER

09.15 - 09.45	<i>Opening Remarks</i>	AMÉRICA
<p>Rafael Repullo, <i>Program Chair, LACEA 2002</i>          Guillermo de la Dehesa, <i>Local Arrangements Chair, LACEA 2002</i>          Sebastián Edwards, <i>President, LACEA</i>          Jaime Caruana, <i>Gobernador, Banco de España</i></p>		
09.45 - 11.00	<i>Invited Lecture</i>	AMÉRICA
<p><b>SOVEREIGN DEBT RESTRUCTURING</b>          Anne Krueger, <i>International Monetary Fund</i>          Chair: Sebastián Edwards, <i>University of California Los Angeles</i></p>		
11.00 - 11.30	C O F F E E	
11.30 - 13.00	<i>Invited Session</i>	LA HABANA
<p><b>TRANSACTION COST ANALYSIS IN ECONOMICS AND IN POLITICS</b>          Organizer: Mariano Tommasi, <i>Universidad de San Andrés</i></p> <p><b>The Political Economy of Clientelism and Public Employment</b>          Thierry Verdier, <i>DELTA</i>          James Robinson, <i>University of California Berkeley</i></p> <p><b>Institutions, Intertemporal Political Agreements, and Public Policy:          An Application to Regulatory Design</b>          Pablo Spiller, <i>University of California Berkeley</i>          Mariano Tommasi, <i>Universidad de San Andrés</i></p> <p><b>Changes in the Economic Policy Regime in Spain (1975-90):          Institutional Foundations</b>          Xosé C. Arias, <i>Universidade de Vigo</i>          Gonzalo Caballero, <i>Universidade de Vigo</i></p>		
11.30 - 13.00	<i>Invited Session</i>	BUENOS AIRES
<p><b>EDUCATION POLICIES IN DEVELOPING COUNTRIES</b>          Organizer: Orazio Attanasio, <i>University College London</i></p> <p><b>Using Experimental Data to Validate a Dynamic Behavioral Model          of Child Schooling and Fertility: Assessing the Impact of a School Subsidy          Program in Mexico</b>          Petra Todd, <i>University of Pennsylvania</i>          Ken Wolpin, <i>University of Pennsylvania</i></p> <p><b>Intrahousehold Resource Allocation in Côte d'Ivoire:          Social Norms, Separate Account and Consumption Choices</b>          Esther Duflo, <i>Massachusetts Institute of Technology</i>          Christopher Udry, <i>Yale University</i></p>		

# CONFERENCE PROGRAM

FRIDAY, 11 OCTOBER

## Education Choices in Mexico: Using a Structural Model and Randomized Experiment to Evaluate PROGRESA

Orazio Attanasio, *University College London*

Costas Meghir, *University College London*

Ana Santiago, *SEDESOL*

11.30 - 13.00

*Invited Session*

MÉXICO

## LESSONS FROM NAFTA

Organizer: Daniel Lederman, *The World Bank*

### The Effects of CUSFTA and NAFTA on Antidumping and Countervailing Duty Activity

Bruce Blonigen, *University of Oregon*

### Migration, Trade and FDI in Mexico

William F. Maloney, *The World Bank*

Patricio Aroca, *Universidad Católica del Norte*

### Trade Liberalization and Economic Convergence in North America

Norbert Fiess, *The World Bank*

William Easterly, *Institute for International Economics*

Daniel Lederman, *The World Bank*

11.30 - 13.00

*Invited Session*

CARACAS

## CAPITAL FLOWS AND SUSTAINABLE MACROECONOMIC EQUILIBRIA

Organizer: Ricardo Ffrench-Davis, *ECLAC*

### A Supply-Side View of Mundell-Fleming: Policy Implications

Manuel Marfán, *ECLAC*

### Capital Flows and Investment in Chile

Manuel Agosin, *Universidad de Chile*

### Macroeconomic Policies in Latin America since the 1990s

Andras Uthoff, *ECLAC*

### Capital Flows and Macroeconomics for Growth in Emerging Economies

Ricardo Ffrench-Davis, *ECLAC*

11.30 - 13.00

*Invited Session*

BOGOTÁ

## TRADE POLICY IN COMPARATIVE PERSPECTIVE: LATIN AMERICA AND ASIA

Organizer: Antoni Esteveordal, *Inter-American Development Bank*

Sponsor: *LAEBA (an initiative of the Inter-American Development Bank and the Asian Development Bank Institute)*

### Comparing Trade Policy Regimes in Latin America and Asia

Patrick Messerlin, *Sciences-Po*

Sam Laird, *UNCTAD*

**The Tariff-Growth Paradox:  
A Comparative Look at Latin America and Asia Experiences**

Michael Clemens, *Harvard University*  
Jeffrey Williamson, *Harvard University*

**“Mega-Blocs” in the Americas and East Asia:  
How Might They Affect Each Other (and the Rest of the World)?**

Fernando González Vigil, *Universidad del Pacífico*  
Robert Scollay, *University of Auckland*  
John Gilbert, *Utah State University*

11.30 - 13.00

*Invited Session*

LA PAZ

**INTERNATIONAL FINANCIAL INTEGRATION**

Organizer: Sergio Schmukler, *The World Bank*

**Global Transmission of Interest Rates:  
Monetary Independence and Currency Regime**

Luis Servén, *The World Bank*  
Jeffrey Frankel, *Harvard University*  
Sergio Schmukler, *The World Bank*

**Does Foreign Bank Penetration Reduce Access to Credit  
in Developing Countries? Evidence from Asking Borrowers**

María Soledad Martínez Peria, *The World Bank*  
George Clarke, *The World Bank*  
Robert Cull, *The World Bank*

**Bubbles and Capital Flows**

Jaume Ventura, *Massachusetts Institute of Technology*

11.30 - 13.00

*Invited Session*

MONTEVIDEO

**THE COSTS AND BENEFITS OF PRIVATIZATION IN LATIN AMERICA**

Organizer: Alberto Chong, *Inter-American Development Bank*  
Discussant: Florencio López-de-Silanes, *Yale University*

**Peruvian Privatization: Impacts on Firm Performance**

Máximo Torero, *GRADE*

**Privatization in Colombia: A Plant Performance**

Carlos Pombo, *Universidad del Rosario*  
Manuel Ramírez, *Universidad del Rosario*

**The Benefits and Costs of Privatization in Argentina: A Microeconomic Analysis**

Sebastián Galiani, *Universidad de San Andrés*  
Paul Gertler, *University of California Berkeley*  
Ernesto Schardgrosky, *Universidad Torcuato di Tella*  
Federico Sturzenegger, *Universidad Torcuato di Tella*

# C O N F E R E N C E P R O G R A M

FRIDAY, 11 OCTOBER

11.30 - 13.00

*Invited Session*

BRASILIA

## **INFLATION AND EXCHANGE RATES: IS THERE A LARGE PASS-THROUGH?**

Organizer: José de Gregorio, *Banco Central de Chile*

### **Endogenous Exchange Rate Pass-Through when Nominal Prices are Set in Advance**

Charles Engel, *University of Wisconsin*

Michael B. Deveraux, *University of British Columbia*

Peter E. Storgaard, *Danmarks Nationalbank*

### **Exchange Rate Pass-Through into Import Prices: A Macro or Micro Phenomenon?**

José Manuel Campa, *IESE*

Linda Goldberg, *Federal Reserve Bank of New York*

### **Why is Inflation so Low after Large Devaluations?**

Ariel Burstein, *University of Michigan*

Martin Eichenbaum, *Northwestern University*

Sergio Rebelo, *Northwestern University*

### **Flexible Exchange Rates as Shock Absorbers**

Eduardo Levy-Yeyati, *Universidad Torcuato di Tella*

Sebastián Edwards, *University of California Los Angeles*

13.00 - 14.30

*LUNCH*

14.30 - 16.15

*Contributed Session*

SANTO DOMINGO

## **LAW AND GOVERNANCE**

Chair: Florencio López-de-Silanes, *Yale University*

### **Powerful CEOs and their Impact on Corporate Performance**

Daniel Ferreira, *Fundação Getulio Vargas*

Renée Adams, *Federal Reserve Bank of New York*

Heitor Almeida, *New York University*

### **Property Rights, Insider Trading and Market Development**

Giovanna Nicodano, *Università di Torino*

### **Control Values and Changes in Corporate Law in Brazil**

Tatiana Nenova, *The World Bank*

### **Governance Mechanisms in Spanish Financial Intermediaries**

Miguel García-Cestona, *Universitat Autònoma de Barcelona*

Rafel Crespi, *Universitat de les Illes Balears*

Vicente Salas, *Universidad de Zaragoza*

**Valuation of Investment Companies in Chile**

Salvador Zurita, *Universidad Adolfo Ibáñez*  
 Carlos Maquieira, *Universidad Adolfo Ibáñez*

**Courts: The Lex Mundi Project**

Florencio López-de-Silanes, *Yale University*

14.30 - 16.15

*Contributed Session*

LA HABANA

**WAGES AND TRADE LIBERALIZATION**

Chair: William F. Maloney, *The World Bank*

**Trade Liberalization and Labor Market Adjustment in Brazil**

Norbert Schady, *The World Bank*  
 Andreas Blom, *The World Bank*  
 Pinelopi Goldberg, *Yale University*  
 Nina Pavcnik, *Dartmouth College*

**Trade and Wages in Uruguay in the 1990s**

Marcel Vaillant, *Universidad de la República*  
 Carlos Casacuberta, *Universidad de la República*

**Trade and Income Distribution in Developing Countries: Evidence from Peru**

Joy Mazumdar, *Emory University*  
 Myriam Quispe-Agnoli, *Federal Reserve Bank of Atlanta*

**Wage Inequality in Brazil: The Role of Trade Liberalization**

Maria Cristina Terra, *Fundação Getulio Vargas*  
 Gustavo Gonzaga, *Pontifícia Universidade Católica do Rio de Janeiro*  
 Naercio Menezes-Filho, *Universidade de São Paulo*

**Firm Entry and Exit, Labor Demand, and Trade Reform:  
 Evidence from Chile and Colombia**

William F. Maloney, *The World Bank*  
 Pablo Fajnzylber, *Universidade Federal de Minas Gerais*  
 Eduardo P. Ribeiro, *Universidade Federal do Rio Grande do Sul*

14.30 - 16.15

*Contributed Session*

BUENOS AIRES

**INCOME DISTRIBUTION I**

Chair: Josep Pijoan-Mas, *CEMFI*

**Intergenerational Mobility and Inequality Under Adverse Selection**

Ana Hidalgo Cabrillana, *Universitat Autònoma de Barcelona*

**Minimum Consumption and Transitional Dynamics in Wealth Distribution**

María J. Álvarez, *Universidad de Málaga*  
 Antonia Díaz, *Universidad Carlos III de Madrid*

FRIDAY, 11 OCTOBER

**Entrepreneurship and Informal Markets**

Tiago Cavalcanti, *Universidade Nova de Lisboa*  
Antonio Antunes, *Universidade Nova de Lisboa*

**Are Spanish Governments Really Averse to Inequality?  
A Normative Analysis Using the 1999 Reform of the Spanish Tax-Benefit  
System as a Natural Experiment**

Amedeo Spadaro, *Universitat de les Illes Balears*  
Xisco Oliver, *Universitat de les Illes Balears*

**How Does Income Underreporting Affect Inequality Measures?  
An Experimental Approach**

Guillermo Paraje, *University of Cambridge*  
Melvyn Weeks, *University of Cambridge*

14.30 - 16.15

*Contributed Session*

MÉXICO

**JOB SEARCH AND MATCHING**

Chair: Javier Suárez, *CEMFI*

**Job-Search Methods and Labor Market Transitions  
in a Segmented Economy - Some Empirical Evidence from Brazil**

Silke Woltermann, *University of Goettingen*

**Aggregate Matching Efficiency:  
A Stochastic Production Function Approach, France 1990-1994**

Sergio Perelman, *Université de Liège*  
Aomar Ibourk, *Université de Marrakech*  
Bénédicte Maillard, *Université Catholique de Lille*  
Henri Sneessens, *Université Catholique de Louvain*

**The Match Quality Gains from Unemployment Insurance**

Mário Centeno, *Banco de Portugal*

**Two-Sided Search in a Heterogeneous Labor Market:  
The Role of Social Contacts**

Juana Santamaría-García, *European University Institute*

**Incomplete Wage Posting**

Javier Suárez, *CEMFI*  
Claudio Michelacci, *CEMFI*

14.30 - 16.15

*Contributed Session*

CARACAS

**CAPITAL FLOWS**

Chair: Fernando Fernández, *Universidad Europea de Madrid*

**Transparency and International Investor Behavior**

Gaston Gelos, *International Monetary Fund*

Shang-Jin Wei, *International Monetary Fund*

**The Nature of Balance of Payments Crises in Emerging Countries**

Heriberto Tapia, *ECLAC*

**Effect of IMF Lending on Growth: A Reappraisal Using the Method of Matching with Difference-in-Differences**

Inés Hardoy, *Institute for Social Research*

**Real Exchange Rate Overshooting:  
External Liabilities and Sudden Reversals of Capital Flows**

Akiko Terada, *George Washington University*

**Sudden Stops and The Mexican Wave: Currency Crises,  
Capital Flow Reversals and Output Loss in Emerging Markets**

Ilan Noy, *University of California Santa Cruz*

Michael Hutchison, *University of California Santa Cruz*

14.30 - 16.15

*Contributed Session*

BOGOTÁ

**CURRENCY CRISES**

Chair: Roberto Chang, *Rutgers University*

**Currency Attacks with Multiple Equilibria and Imperfect Information:  
The Role of Wage-Setters**

Gianluca Femminis, *Università Cattolica di Milano*

**Moral Hazard Effects of Bailing Out Under Asymmetric Information**

Gabriela Mundaca, *University of Oslo*

**On the Role of Reserve Requirements in a Banking Panic:  
A Macroeconomic Perspective**

Eduardo Ganapolsky, *University of California Los Angeles*

**Financial Crises and Political Crises**

Roberto Chang, *Rutgers University*



FRIDAY, 11 OCTOBER

14.30 - 16.15

*Contributed Session*

LA PAZ

**DEVELOPMENT**

Chair: Tito Cordella, *International Monetary Fund*

**Can the Costs of Education Explain the Poverty of Nations?**

Pedro Cavalcanti Ferreira, *Fundação Getulio Vargas*  
Samuel Pessoa, *Fundação Getulio Vargas*

**México: Orígenes del Estancamiento Económico del Siglo XIX, 1780-1850**

Enrique Cárdenas, *Universidad de las Américas*

**The Social Impact of Social Funds in Jamaica:  
A Mixed-Methods Analysis of Participation, Targeting and Collective  
Action in Community Driven Development**

Ana María Ibáñez, *Fedesarrollo*  
Vijayendra Rao, *The World Bank*

**The Benefits of Rural Roads:  
Enhancing Income Opportunities for the Rural Poor**

Javier Escobal, *GRADE*  
Carmen Ponce, *GRADE*

**Budget Support Versus Project Aid**

Tito Cordella, *International Monetary Fund*  
Giovanni Dell'Ariccia, *International Monetary Fund*

14.30 - 16.15

*Contributed Session*

MONTEVIDEO

**FINANCIAL ECONOMETRICS**

Chair: Enrique Sentana, *CEMFI*

**Stock Market Cycles in Emerging Countries**

Javier Gómez Biscarri, *Universidad de Navarra*  
Sebastián Edwards, *University of California Los Angeles*  
Fernando Pérez de Gracia, *Universidad de Navarra*

**Tropical Bubbles: Asset Prices in Latin America 1980-2001**

Santiago Herrera, *The World Bank*  
Guillermo Perry, *The World Bank*

**Entropy-Based Method of Moments Test of Consumption-Based  
Asset Pricing Models: An Application to Brazil**

Eurilton Araujo, *IBMEC*

**Selecting Regressors with Partial Least Squares Sensitivity Analysis:  
An Application to Currency Crises' Real Effects**

Fabio A. Arciniegas, *Rensselaer Polytechnic Institute*  
Ismael Arciniegas, *University at Albany*  
Mark Embrechts, *Rensselaer Polytechnic Institute*

**Globalisation and the Cost of Capital in Emerging Markets**

Antonio Díez de los Ríos, *CEMFI*

**Risk Premia with Markov Regimes and the Term Structure of Interest Rates**

Martín Sola, *Universidad Torcuato di Tella*

Zacharias Psaradakis, *Birkbeck College*

Fabio Spagnolo, *Birkbeck College*

14.30 - 16.15

*Contributed Session*

BRASILIA

**MONETARY POLICY I**

Chair: Michael Kumhof, *Stanford University*

**Bank Lending and Monetary Conditions in Developing Countries:  
International Evidence on the Lending Channel**

Francisco Vázquez, *University of Maryland*

**Corruption, Fiscal Policy, and Monetary Regime**

Haizhou Huang, *International Monetary Fund*

Shang-Jin Wei, *International Monetary Fund*

**Exchange Rate, Monetary Policy, and Openness**

Claudio Soto, *New York University*

Jorge Selaive, *New York University*

**Money-Based Vs. Exchange-Rate-Based Stabilization:  
Is There Space for Political Opportunism?**

Ari Aisen, *University of California Los Angeles*

**A Fiscal Theory of the Currency Risk Premium  
and of Sterilized Foreign Exchange Intervention**

Michael Kumhof, *Stanford University*

Stijn van Nieuwerburgh, *Stanford University*

14.30 - 16.15

*Contributed Session*

SANTIAGO

**BANKING**

Chair: Luc Laeven, *The World Bank*

**Bank Lending to Small Businesses in Latin America:  
Does Bank Origin Matter?**

María Soledad Martínez Peria, *The World Bank*

George Clarke, *The World Bank*

Robert Cull, *The World Bank*

Susana Sánchez, *The World Bank*

**An Empirical Evaluation of Network Externalities  
in the Mexican Payment System**

Eduardo Jallath, *Banco de México*

FRIDAY, 11 OCTOBER

**Why Do Countries Develop More Financially Than Others?**

Alicia García Herrero, *Banco de España*

Lucía Cuadro Sáez, *Banco de España*

Sonsoles Gallego, *Banco de España*

**Loan Loss Provisioning and Economic Slowdown: Too Much, Too Late?**

Giovanni Majnoni, *The World Bank*

Luc Laeven, *The World Bank*

**How Country and Safety-Net Characteristics Affect Bank Risk-Shifting**

Luc Laeven, *The World Bank*

Armen Hovakimian, *Baruch College*

Edward Kane, *Boston College*

14.30 - 16.15

*Contributed Session*

PANAMÁ

**POLITICAL ECONOMY I**

Chair: Martín Besfamille, *Universidad Torcuato di Tella*

**EMU's Fiscal Rules: What Can and Cannot Be Exported**

Marco Buti, *European Commission*

Gabriele Giudice, *European Commission*

**Lobbying for Local Public Goods**

Giorgio Bellettini, *Università di Bologna*

Sebastiano Bavetta, *Università di Palermo*

**Policy Choice and Implementation: The Case of Access to Medicines**

Kira Boerner, *University of Munich*

**Construction of Facilities Under Asymmetric Information:  
Do Constitutions Matter?**

Martín Besfamille, *Universidad Torcuato di Tella*

Jean-Marie Lozachmeur, *Université Catholique de Louvain*

14.30 - 16.15

*Contributed Session*

QUITO

**EVALUATION OF EDUCATIONAL PROGRAMS I**

Chair: Dante Contreras, *Universidad de Chile*

**Effects on School Enrollment and Performance of a Conditional  
Transfers Program in Mexico**

Pierre Dubois, *Université de Toulouse*

Alain de Janvry, *University of California Berkeley*

Elisabeth Sadoulet, *University of California Berkeley*

**Allowing Co-Payments in a Voucher System: The Case of Chile**

Ximena Quintanilla, *Ministerio de Trabajo de Chile*

David Bravo, *Universidad de Chile*

**The Chilean Education System:  
Empirical Analysis of the Performance of Voucher Schools**

Claudio Sapelli, *Pontificia Universidad Católica de Chile*  
Bernardita Vial, *Pontificia Universidad Católica de Chile*

**Market Concentration, Competition and Educational Achievement.  
Evidence from Chile**

Dante Contreras, *Universidad de Chile*  
Víctor Macías, *Ministerio del Trabajo de Chile*

14.30 - 16.15

*Contributed Session*

ASUNCIÓN

**EMPIRICAL INDUSTRIAL ORGANIZATION**

Chair: Alejandro Castañeda, *CIDE*

**Regulatory Contracts and Cost Efficiency in the Norwegian Bus Industry:  
Do High-Powered Contracts Really Work?**

Andrés Gómez-Lobo Echeñique, *Universidad de Chile*  
Dag Morten Dalen, *Norwegian School of Management*

**Credence Goods and Market Power:  
An Econometric Study on the Brazilian Pharmaceutical Industry**

Eduardo P. S. Fiuza, *Instituto de Pesquisa Econômica Aplicada*  
Marcos de B. Lisboa, *Fundação Getulio Vargas*

**The Role of Research and Innovation in Promoting Productivity in Chile**

José Miguel Benavente, *Universidad de Chile*

**Market Structure, Technology Spillovers, and Persistence  
in Productivity Differentials**

Antonio García Pascual, *University of Munich*  
Yin-Wong Cheung, *University of California Santa Cruz*

**Mexican Manufacturing Markups:  
Procyclical Behavior and the Impact of Trade Liberalization**

Alejandro Castañeda, *CIDE*

14.30 - 16.15

*Contributed Session*

LIMA

**GAME THEORY AND APPLICATIONS**

Chair: David Pérez-Castrillo, *Universitat Autònoma de Barcelona*

**Social Norms, Cooperation and Inequality**

Pedro Dal Bó, *University of California Los Angeles*

**Multiplicity, Instability and Sunspots in Games**

Julio Dávila, *University of Pennsylvania*

# CONFERENCE PROGRAM

FRIDAY, 11 OCTOBER

## Absolute Expediency and Imitative Behaviour

Antonio J. Morales, *Universidad de Málaga*

## An Evolutionary Game Approach to Fundamentalism and Conflict

Daniel Arce, *Rhodes College*

Todd Sandler, *University of Southern California*

## The Principal-Agent Matching Market

David Pérez-Castrillo, *Universitat Autònoma de Barcelona*

Kaniska Dam, *Universitat Autònoma de Barcelona*

16.15 - 16.45

COFFEE

16.45 - 18.00

Invited Lecture

AMÉRICA

## INEFFICIENT FOREIGN BORROWING

Jean Tirole, *Université de Toulouse*

Chair: Mariano Tommasi, *Universidad de San Andrés*

18.00 - 18.15

BREAK

18.15 - 19.30

Round Table

AMÉRICA

## DESIGNING/REDESIGNING LABOR MARKET INSTITUTIONS

Organizer: Olivier Blanchard, *Massachusetts Institute of Technology*

Samuel Bentolila, *CEMFI*

Fernando Coloma, *Pontificia Universidad Católica de Chile*

Juan F. Jimeno, *FEDEA*

Gilles Saint-Paul, *Université de Toulouse*

Jean Tirole, *Université de Toulouse*

09.00 - 11.00

*Economía Panel I*

SANTO DOMINGO

**SYMPOSIUM ON ARGENTINA I**

Chair: Andrés Velasco, *Harvard University*

**The Argentine Crisis: The View from History**

Gerardo della Paolera, *American University of Paris*

Alan Taylor, *University of California Davis*

Discussant 1: Pablo Martín Aceña, *Universidad de Alcalá*

Discussant 2: Enrique Cárdenas, *Universidad de las Américas*

**Argentina's Financial Crisis: Floating Money, Sinking Banking**

Eduardo Levy-Yeyati, *Universidad Torcuato di Tella*

Augusto de la Torre, *The World Bank*

Sergio Schmukler, *The World Bank*

Discussant 1: Pablo Guidotti, *Universidad Torcuato di Tella*

Discussant 2: Graciela Kaminsky, *George Washington University*

09.15 -11.00

*Contributed Session*

LA HABANA

**WAGE BEHAVIOR**

Chair: Beth Anne Wilson, *Federal Reserve Board*

**Union Membership and Wage Distribution**

Naoko Shinkai, *JBICI*

Carmen Pagès, *Inter-American Development Bank*

**Tenure, Business Cycle and the Wage-Setting Process**

Leandro Arozamena, *Universidad Torcuato di Tella*

Mario Centeno, *Banco de Portugal*

**Wages and Productivity: Evidence from Mexican Manufacturing**

Gladys Cristina López-Acevedo, *The World Bank*

**Downward Nominal Wage Rigidities and Employment:  
Microeconomic Evidence of Mexico**

Sara Castellanos, *Banco de México*

**Health Status Impacts on Individual Earnings in Brazil**

Mônica Viegas Andrade, *Universidade Federal de Minas Gerais*

Luiz Fernando Alves, *Universidade Federal de Minas Gerais*

**Wage Rigidity: A Look Inside the Firm**

Beth Anne Wilson, *Federal Reserve Board*

# CONFERENCE PROGRAM

SATURDAY, 12 OCTOBER

9.15 - 11.00

*Contributed Session*

BUENOS AIRES

## **FAMILY ECONOMICS I**

Chair: Raquel Fernandez, *New York University*

### **Welfare Design, Women's Empowerment and Income Pooling**

Luis Rubalcava, *Centro de Investigación y Docencia Económica*

Graciela Teruel, *Universidad Iberoamericana*

Duncan Thomas, *University of California Los Angeles*

### **Are Intra-Household Allocations Efficient? Evidence from Brazilian Data**

Jorge Aguero, *University of Wisconsin-Madison*

### **Does Parental Employment Affect Child Care?**

#### **Evidence from Italian Time Use Data**

Anna Sanz de Galdeano, *European University Institute*

Andrea Ichino, *European University Institute*

### **Parental Leave Policies, Welfare and the Distribution of Income**

Anna Fruttero, *New York University*

Raquel Bernal, *New York University*

### **Marrying your Mom:**

#### **Preference Transmission and Women's Labor and Education Choices**

Raquel Fernandez, *New York University*

Alessandra Fogli, *New York University*

Claudia Olivetti, *New York University*

9.15 - 11.00

*Contributed Session*

MÉXICO

## **LABOR MARKET PROGRAMS**

Chair: Angel Calderón-Madrid, *El Colegio de México*

### **Assisting the Transition from Workfare to Work: A Randomized Experiment**

Emanuela Galasso, *The World Bank*

Martin Ravallion, *The World Bank*

Agustín Salvia, *Ministerio de Trabajo de Argentina*

### **Urban Property Rights and Labor Supply in Peru**

Erica Field, *Princeton University*

### **Job Creation and Investment in Imperfect Capital and Labor Markets**

Silvio Rendón, *Universidad Carlos III de Madrid*

### **Payroll Taxes: True Taxes or Deferred Compensation?**

Manuelita Ureta, *Texas A & M University*

Alejandra Cox Edwards, *California State University Long Beach*

Sebastián Edwards, *University of California Los Angeles*

### **Evaluating the Impact on Re-Employment Dynamics of Beneficiaries of a Mexican Training Program for Unemployed Workers**

Angel Calderón-Madrid, *El Colegio de México*

9.15 - 11.00

*Contributed Session*

CARACAS

**BUSINESS CYCLES**

Chair: Patrick Kehoe, *Federal Reserve Bank of Minneapolis*

**On the Welfare Costs of Business Cycles in the 20th Century**

João Issler, *Fundação Getulio Vargas*

Afonso Arinos Franco, *Fundação Getulio Vargas*

Osmani Guillén, *Fundação Getulio Vargas*

**Manufacturing Employment Cycle**

Sebastián Claro, *Universidad Católica de Chile*

**Nonlinear Stochastic Trends and Economic Fluctuations**

Máximo Camacho, *Universidad de Murcia*

**Training and Business Cycles**

Facundo Sepúlveda, *Michigan State University*

**Reviving the Case for GDP-Indexed Bonds**

Eduardo Borensztein, *International Monetary Fund*

Paolo Mauro, *International Monetary Fund*

**Business Cycle Accounting**

Patrick Kehoe, *Federal Reserve Bank of Minneapolis*

9.15 - 11.00

*Contributed Session*

BOGOTÁ

**DOLLARIZATION I**

Chair: Vicente Tuesta, *New York University*

**Exchange Rate Regimes and Financial Dollarization:  
Does Flexibility Reduce Bank Currency Mismatches?**

Carlos Arteta, *University of California Berkeley*

**Dollarization, Monetary Policy, and the Pass-Through**

Eric Parrado, *International Monetary Fund*

Alain Ize, *International Monetary Fund*

**Liability Dollarization: An Incentives Approach**

Cristina Arellano, *Duke University*

**Dollarization of Liabilities: Empirical Evidence from Latin America**

Adolfo Barajas, *International Monetary Fund*

Rogelio Armando Morales, *International Monetary Fund*

**Monetary Policy in a Partially Dollarized Economy**

Vicente Tuesta, *New York University*

Guillermo Felices, *New York University*



SATURDAY, 12 OCTOBER

9.15 - 11.00

Contributed Session

LA PAZ

**GROWTH EMPIRICS I**

Chair: Helène Poirson, *International Monetary Fund*

**Why Run a Million Regressions?**

**Endogenous Policy and Cross-Country Growth Empirics**

Guenther Rehme, *University of Darmstadt*

**Structural Reforms and Economic Growth in Latin America:  
A Sensitivity Analysis.**

Rafael Correa, *Universidad San Francisco de Quito*

**Speed of Reform, Initial Conditions, Political Orientation, or What?  
Explaining Russian Regions' Economic Performance**

Rudiger Ahrend, *OECD*

**International Technology Diffusion Through Imports and its Impact  
on Economic Growth**

Jorge Crespo, *Universidad Complutense*

Carmela Martín, *Universidad Complutense*

Javier Velázquez, *Universidad Complutense*

**External Debt and Growth**

Helène Poirson, *International Monetary Fund*

Luca Ricci, *International Monetary Fund*

Catherine Pattillo, *International Monetary Fund*

9.15 - 11.00

Contributed Session

MONTEVIDEO

**INTERNATIONAL TRADE I**

Chair: Ana Fernandes, *CEMFI*

**A Spatial Model of Trade**

Esteban Rossi-Hansberg, *Stanford University*

**Income Distribution as a Determinant of Comparative Advantage**

José Wynne, *Duke University*

**El Retorno a un Eterno Debate:**

**Los Términos de Intercambio de los Productos Básicos**

María Angela Parra, *ECLAC*

José Antonio Ocampo, *ECLAC*

**A Quantitative Assessment of Agricultural Policy Reform for Latin America:  
A General Equilibrium Approach**

Josefina Monteagudo, *Inter-American Development Bank*

Masakazu Watanuki, *Inter-American Development Bank*

**Inappropriate Technology**

Ana Fernandes, *CEMFI*

Krishna Kumar, *University of Southern California*

9.15 - 11.00

*Contributed Session*

BRASILIA

**INFLATION**

Chair: Eva Ortega, *Banco de España*

**Why Do Many Disinflations Fail?**

A. Javier Hamann, *International Monetary Fund*

Alessandro Prati, *International Monetary Fund*

**Inflation Dynamics and the New Phillips Curve in Mexico**

Julio A. Santaella, *Banco de México*

Manuel Ramos, *Banco de México*

**Modeling the Effect of Inflation: Growth, Levels, and Tobin**

Max Gillman, *Central European University*

Michal Kejak, *CERGE-EI*

**Long Memory and Structural Breaks in Hyperinflation Countries**

Guglielmo Maria Caporale, *South Bank University London*

**Disinflations in Latin-America: A Puzzling Free Lunch?**

Marc Hofstetter, *Johns Hopkins University*

**A Model of Inflation Differentials for the EMU**

Eva Ortega, *Banco de España*

Javier Andrés, *Universidad de Valencia*

Javier Vallés, *Banco de España*

9.15 - 11.00

*Contributed Session*

SANTIAGO

**ASSET PRICING**

Chair: Robin Greenwood, *Harvard University*

**Asset Prices and Incomplete Information: Can Learning Solve the Puzzles?**

Juan Carlos Rodríguez, *EURANDOM*

**Portfolio Choice with Illiquid Assets**

Adam Szeidl, *Harvard University*

Miklos Koren, *Harvard University*

**The Neglected Effect of Fiscal Policy on Stock and Bond Returns**

José Tavares, *Universidade Nova de Lisboa*

Rossen Valkanov, *University of California Los Angeles*

**The Forward Premium Puzzle in a Model with Traded and Non-Traded Goods**

John Coleman, *Duke University*

Ravi Bansal, *Duke University*

Magnus Dahlquist, *Duke University*

**The Effects of the Brazilian ADRs Program on Domestic Market Efficiency**

Eduardo José Araújo Lima, *Universidade de Brasília*

Benjamin Miranda Tabak, *Banco Central do Brasil*

# CONFERENCE PROGRAM

SATURDAY, 12 OCTOBER

## Where Do Betas Come From?

Robin Greenwood, *Harvard University*

Nathan Sosner, *Harvard University*

9.15 - 11.00

*Contributed Session*

PANAMÁ

## FOREIGN DIRECT INVESTMENT

Chair: Ugo Panizza, *Inter-American Development Bank*

### Foreign Direct Investment as a Financial Flow: The Role of Geography

Selen Sarisoy-Guerin, *Trinity College Dublin*

### Foreign Direct Investment, Economic Growth and the Sources of Growth: Is There Evidence of a Causal Link for Developing Countries?

Marco Arena, *University of Maryland*

### Drugs, Politics and Foreign Direct Investment

Rafael Salvador Espinosa Ramírez, *Universidad de Guadalajara*

### The Cyclical Nature of North-South FDI Flows

Ugo Panizza, *Inter-American Development Bank*

Eduardo Levy-Yeyati, *Universidad Torcuato di Tella*

Ernesto Stein, *Inter-American Development Bank*

9.15 - 11.00

*Contributed Session*

QUITO

## FIRM BEHAVIOR I

Chair: Kristin Forbes, *Massachusetts Institute of Technology*

### Investment Dynamics and Financial Market Imperfections

Thomas Steinberger, *European University Institute*

### Structural Reform and the Costs of Adjusting Capital

Marcela Eslava, *University of Maryland*

### Does Financial Liberalization Improve the Allocation of Investment?

Arturo Galindo, *Inter-American Development Bank*

Fabio Schiantarelli, *Boston College*

Andrew Weiss, *Boston University*

### Risks, Returns, and the Expansion of Multinational Companies

Alexander Lehmann, *International Monetary Fund*

### How Do Large Depreciations Affect Firm Performance?

Kristin Forbes, *Massachusetts Institute of Technology*

9.15 - 11.00

*Contributed Session*

ASUNCIÓN

**MIGRATION**

Chair: Gabriel González König, *The World Bank*

**Displacement Due to Violence in Colombia:  
Determinants and Consequences at the Household Level**

Ana María Ibáñez, *Fedesarrollo*

Stefanie Engel, *Center for Development Research*

**Migration in Brazil during the 1990s**

Dorte Verner, *The World Bank*

**Housing Tenure and Labour Mobility:  
A Comparison across European Countries**

Cristina Barceló, *CEMFI*

**Do Transfers to Farmers Reduce Migration? Procampo in Mexico**

Gabriel González König, *The World Bank*

Quentin Wodon, *The World Bank*

9.15 - 11.00

*Contributed Session*

LIMA

**PRIVATIZATION**

Chair: Daniel Leipziger, *The World Bank*

**Are Telephone Consumers Better After the Privatization  
of Telecommunications in Peru?**

Alberto Pascó-Font, *GRADE*

Enrique Schroth, *New York University*

Máximo Torero, *GRADE*

**Financial and Operational Performances of Newly Privatized Firms in Brazil**

Francisco Anuatti-Neto, *Universidade de São Paulo*

Milton Barossi-Filho, *Universidade de São Paulo*

A.Gledson Carvalho, *Universidade de São Paulo*

Roberto Macedo, *Mackenzie University*

**Ownership and Corporate Performance After Large Scale Privatization**

Evzen Kocenda, *Charles University*

Jan Svejnar, *University of Michigan*

**Water for Life:**

**The Impact of the Privatization of Water Services on Child Mortality**

Ernesto Schargrodsky, *Universidad Torcuato di Tella*

Sebastián Galiani, *Universidad de San Andrés*

Paul Gertler, *University of California Berkeley*

11.00 - 11.30

*C O F F E E*

# CONFERENCE PROGRAM

SATURDAY, 12 OCTOBER

11.15 - 13.15

*Economía Panel II*

SANTO DOMINGO

## **SYMPOSIUM ON ARGENTINA II**

Chair: Andrés Velasco, *Harvard University*

### **Missed Expectations: The Argentine Convertibility**

Daniel Heymann, *ECLAC*

Sebastián Galiani, *Universidad de San Andrés*

Mariano Tommasi, *Universidad de San Andrés*

Discussant 1: Gustavo Cañonero, *Deutsche Bank*

Discussant 2: Maria Cristina Terra, *Fundação Getulio Vargas*

### **Fiscal Performance, Market Confidence, and the Argentine Crisis**

Michael Gavin, *UBS Warburg*

Discussant 1: Roberto Chang, *Rutgers University*

Discussant 2: Federico Sturzenegger, *Universidad Torcuato di Tella*

11.30 - 13.00

*Invited Session*

LA HABANA

## **NATURAL RESOURCES AND GROWTH**

Organizer: William F. Maloney, *The World Bank*

### **Prebisch-Singer Redux**

Rodney Ludema, *Georgetown University*

John Cuddington, *Georgetown University*

Shamila A. Jayasuriya, *Georgetown University*

### **R&D, Implementation and Stagnation: A Schumpeterian Theory of Convergence Clubs**

David Mayer-Foulkes, *CIDE*

Peter Howitt, *Brown University*

### **Trade Structure and Growth**

Daniel Lederman, *The World Bank*

William F. Maloney, *The World Bank*

11.30 - 13.00

*Invited Session*

BUENOS AIRES

## **ENTREPRENEURSHIP**

Organizer: Fernando Álvarez, *University of Chicago*

### **Human Capital, Organizations and Foreign Direct Invest**

Alexander Monge-Naranjo, *Northwestern University*

### **Where Do Entrepreneurs Come From?**

Claudio Irigoyen, *University of Chicago*

### **Workers and Problem Solvers:**

#### **The Effect of Information Technology on Wages and Organization**

Esteban Rossi-Hansberg, *Stanford University*

Luis Garicano, *University of Chicago*

11.30 - 13.00

*Invited Session*

MÉXICO

**GROWTH IN DEVELOPING AND TRANSITION COUNTRIES**

Organizer: Gary McMahon, *Global Development Network*

**Explaining Growth: A Global Research Project**

Gary McMahon, *Global Development Network*  
Lyn Squire, *Global Development Network*

**Microeconomic Determinants of Growth around the World**

Segei Guriev, *New Economic School, Moscow*  
Djavad Salehi-Isfahani, *Virginia Tech*

**Political Economy of Growth: Lessons Learned and Challenges Ahead**

Micael Castanheira, *ECARES*  
Hadi Salehi Esfahani, *University of Illinois at Urbana-Champaign*

**Markets and Growth**

Stepan Jurajda, *CERGE-EI*  
Janet Mitchell, *Facultés Universitaires Saint-Louis*

11.30 - 13.00

*Invited Session*

CARACAS

**A SEARCH FOR THE CAUSES OF THE ORIGINAL SIN**

Organizer: Ricardo Hausmann, *Harvard University*

**The Mystery of Original Sin: The Case of the Missing Apple**

Ricardo Hausmann, *Harvard University*  
Ugo Panizza, *Inter-American Development Bank*

**Old Sins: Exchange Clauses and European Foreign Lending in the XIX Century**

Nathan Sussman, *Hebrew University*  
Marc Flandreau, *Institut d'Économie Politique, Paris*

**Why Do Countries Borrow the Way They Borrow?**

Marcos Chamon, *Harvard University*  
Ricardo Hausmann, *Harvard University*

11.30 - 13.00

*Invited Session*

BOGOTÁ

**TRADE AND MONETARY INTEGRATION**

Organizer: Ugo Panizza, *Inter-American Development Bank*

**Trade Agreements Exchange Rate Disagreements**

Eduardo Fernández-Arias, *Inter-American Development Bank*  
Ugo Panizza, *Inter-American Development Bank*  
Ernesto Stein, *Inter-American Development Bank*

**Self-Validating Optimal Currency Area**

Giancarlo Corsetti, *Università di Roma III*  
Paolo Pesenti, *International Monetary Fund*

# CONFERENCE PROGRAM

SATURDAY, 12 OCTOBER

## **Trade Intensity and Business Cycle Synchronization: Are Developing Countries any Different?**

César Calderón, *Banco Central de Chile*  
Alberto Chong, *Inter-American Development Bank*  
Ernesto Stein, *Inter-American Development Bank*

11.30 - 13.00

*Invited Session*

LA PAZ

## **SOVEREIGN DEBT RESTRUCTURING MECHANISMS: DO WE NEED AN INTERNATIONAL BANKRUPTCY COURT?**

Organizer: Nouriel Roubini, *New York University*

### **Standstills and the International Bankruptcy Court**

Jonathan Eaton, *Boston University*

### **Corporate Bankruptcy Procedures: Lessons for the Sovereign Debt Restructuring Mechanism**

Patrick Bolton, *Princeton University*

### **Binding-In the Private Sector**

Adrian Penalver, *Bank of England*  
Andrew Haldane, *Bank of England*  
Simon Hayes, *Bank of England*  
Victoria Saporta, *Bank of England*  
Hyun Song Shin, *London School of Economic*

11.30 - 13.00

*Invited Session*

MONTEVIDEO

## **EMERGING MARKET INSTABILITY**

Organizer: Graciela Kaminsky, *George Washington University*

### **A New Look at Sovereign Bond Spreads**

Fernando Broner, *University of Maryland*  
Guido Lorenzoni, *Princeton University*  
Luis Servén, *The World Bank*  
Sergio Schmukler, *The World Bank*

### **The Center and the Periphery: The Globalization of Financial Turmoil**

Graciela Kaminsky, *George Washington University*  
Carmen Reinhart, *International Monetary Fund*

### **Extreme Returns: News and Patterns of Contagion**

Amine Mati, *George Washington University*

### **Financial Frictions and Contractionary Devaluations: Theory and Evidence**

Luis F. Céspedes, *International Monetary Fund*

13.00 - 14.30

*LUNCH*

14.30 - 16.30

*Economía Panel III*

SANTO DOMINGO

**OTHER SUBJECTS**

Chair: Andrés Velasco, *Harvard University*

**Distributive Impact of Privatization in Latin America:  
An Overview of Evidence from Four Countries**

Dilip Mookherjee, *Boston University*

David McKenzie, *Stanford University*

Discussant 1: Gonzalo Castañeda, *Universidad de Las Américas*

Discussant 2: Jaime Saavedra, *GRADE*

**Policy and the Millennium Poverty Goals**

Francisco Ferreira, *Pontificia Universidade do Rio de Janeiro*

Discussant 1: Miguel Szekely, *Presidencia de México*

Discussant 2: Andrés Rodríguez-Clare, *Harvard University*

14.30 - 16.15

*Contributed Session*

LA HABANA

**POVERTY**

Chair: Esteban Nina Baltazar, *Universidad del Rosario*

**Macroeconomic Performance and Poverty in Brazil**

Orlando Sotomayor, *Universidad de Puerto Rico*

**Poverty in a Stabilization Context:  
Or How to Humanize the IMF's Monetary Model**

Sheetal Chand, *University of Oslo*

**Contraste Multivariante de la Evolución de la Pobreza**

Susana Álvarez, *Universidad de Murcia*

**What Helps Households with Children in Leaving Poverty?:  
Evidence From Spain in Contrast with other EU Countries**

Olga Cantó, *Universidade de Vigo*

Coral del Río, *Universidade de Vigo*

Carlos Gradín, *Universidade de Vigo*

**Poverty Statics and Dynamics: Does the Accounting Period Matter?**

Carlos Gradín, *Universidade de Vigo*

Olga Cantó, *Universidade de Vigo*

Coral del Río, *Universidade de Vigo*

**Social Mobility and Intergenerational Transmission of Poverty in Colombia**

Esteban Nina Baltazar, *Universidad del Rosario*

Carlos Alonso Malaver, *Universidad Nacional de Colombia*

Santiago Grillo Astudillo, *Universidad Javeriana*



# CONFERENCE PROGRAM

SATURDAY, 12 OCTOBER

14.30 - 16.15

*Contributed Session*

BUENOS AIRES

## HOUSEHOLD BEHAVIOR

Chair: Orazio Attanasio, *University College London*

### **A Discrete Choice Analysis of the Households' Shares of Risky Assets**

Graciela Sanromán, *CEMFI*

### **Wealth Accumulation, Credit Card Borrowing, and Consumption-Income Comovement**

Andrea Repetto, *Universidad de Chile*

David Laibson, *Harvard University*

Jeremy Tobacman, *Harvard University*

### **Donations**

Andrea Buraschi, *London Business School*

Francesca Cornelli, *London Business School*

### **El gasto en cuidados médicos de las familias uruguayas**

Máximo Rossi, *Universidad de La República*

Andrés Pereyra, *Universidad de La República*

Patricia Triunfo, *Universidad de La República*

### **Empirical Implications of Limited Commitment**

Orazio Attanasio, *University College London*

Pedro Albarrán, *CEMFI*

14.30 - 16.15

*Contributed Session*

MÉXICO

## LABOR MARKETS

Chair: Carolina Sánchez, *The World Bank*

### **Trade Unions and the Economic Performance of the Brazilian Establishments**

Naercio Menezes-Filho, *Universidade de São Paulo*

José Chahad, *Universidade de São Paulo*

Elaine Pazello, *Universidade de São Paulo*

Helio Zylbertajn, *Universidade de São Paulo*

### **Interaction of Wealth Effect and Unobservable Heterogeneity in Labor Supply**

Cristobal Huneus, *Stanford University*

### **The Gender Wage Gap in Peru 1986-2000. Evidence from a Matching Comparisons Approach**

Hugo Nopo, *Northwestern University*

**Job and Worker Flows in Brazil**

Eduardo P. Ribeiro, *Universidade Federal do Rio Grande do Sul*  
 Carlos Henrique Corseuil, *Instituto de Pesquisa Econômica Aplicada*  
 Daniel Santos, *Instituto de Pesquisa Econômica Aplicada*

**Skill-Biased Technological Change in Latin America:  
 Evidence from 5 Latin American Countries**

Carolina Sánchez, *The World Bank*  
 Norbert Schady, *The World Bank*

14.30 - 16.15

*Contributed Session*

CARACAS

**EXCHANGE RATES I**

Chair: Oren Sussman, *University of Oxford*

**Exchange Rates and Monetary Policy: The Case for Commodity Economies**

Yu-Chin Chen, *Harvard University*

**Public Debt and Real Exchange Rate Dynamics in Argentina  
 under Convertibility**

Guillermo Escudé, *Banco Central de La República Argentina*

**Should Government Smooth Exchange Rate Risk?**

Ilan Goldfajn, *Banco Central do Brasil*  
 Marcos Antonio Silveira, *Pontifícia Universidade Católica do Rio de Janeiro*

**Diamond-Dybvig Banks in Two-Good, Two-Currencies,  
 Small Open Economies with Cash-In-Advance Constraints**

Enrique Kawamura, *Universidad de San Andrés*

**Optimal Exchange Rates: A Market-Microstructure Approach**

Oren Sussman, *University of Oxford*  
 Alexander Guembel, *University of Oxford*

14.30 - 16.15

*Contributed Session*

BOGOTÁ

**CONTAGION**

Chair: Ashley Taylor, *Bank of England*

**Contagion through Financial Linkages**

Tuomas Komulainen, *Bank of Finland*

**Contagious Financial Crises**

Hanan Morsy, *George Washington University*

**Predicting Currency Crisis Contagion from East Asia to Russia and Brazil:  
 An Artificial Neural Network Approach**

Raphael Franck, *ESSEC*  
 Aurélien Schmied, *Université de Paris XII*

# CONFERENCE PROGRAM

SATURDAY, 12 OCTOBER

## **The Impact of G-3 Exchange Rate Volatility on Developing Countries**

Felipe Larraín, *Pontificia Universidad Católica de Chile*

Gerardo Esquivel, *El Colegio de México*

## **Crisis Spillovers: Interlinkages, Vulnerabilities and Investor Behaviour**

Ashley Taylor, *Bank of England*

Michael Chui, *European Central Bank*

Simon Hall, *Bank of England*

14.30 - 16.15

*Contributed Session*

LA PAZ

## **GROWTH THEORY I**

Chair: Arilton Teixeira, *IBMEC*

## **The Measurement of Growth under Embodied Technical Change**

Omar Licandro, *European University Institute*

Jorge Durán, *Universidad de Alicante*

Javier Ruiz-Castillo, *Universidad Carlos III de Madrid*

## **Optimal Taxation in a Stochastic Endogenous Growth Model with Congestion**

Ingrid Ott, *University of Lüneburg*

Susanne Soretz, *University of Hannover*

## **Growth in a Oil Exporting Small Open Economy**

Amaia Iza, *Universidad del País Vasco*

Betty Agnani, *Universidad del País Vasco*

## **How Trade Policy Affects Technology Adoption and Productivity**

Arilton Teixeira, *IBMEC*

14.30 - 16.15

*Contributed Session*

MONTEVIDEO

## **REGIONAL INTEGRATION I**

Chair: J. Ernesto López Córdova, *Inter-American Development Bank*

## **The Currency Union Effect on Trade: Early Evidence from the European Union**

Alejandro Micco, *Inter-American Development Bank*

Guillermo Ordóñez, *Inter-American Development Bank*

Ernesto Stein, *Inter-American Development Bank*

## **Trade Raises Income: A Precise and Robust Result**

Marc Siscart, *New York University*

Marta Noguera, *Columbia University*

## **Estimating the Effects of the FTAA on Trade Using Asymmetric Tariff Elasticities**

Raymond Robertson, *Macalester College*

Antoni Esteveordal, *Inter-American Development Bank*

**Common Currencies and Market Integration Across Cities:  
How Strong is the Link?**

Alberto Isgut, *Wesleyan University*

**Nafta and Mexico's Manufacturing Productivity:  
An Empirical Investigation Using Micro-Level Data**

J. Ernesto López Córdova, *Inter-American Development Bank*

14.30 - 16.15

*Contributed Session*

BRASILIA

**MONETARY POLICY RULES**

Chair: Juan J. Dolado, *Universidad Carlos III de Madrid*

**The Collapse of the Argentine Peso**

Patrice Robitaille, *Federal Reserve Board*

**Monetary Policy in Small Open Economies: The Chilean Experience**

Rodrigo Caputo, *University of Cambridge*

**Macroeconomic Coordination and Inflation Targeting  
in a Two-Country Model**

Marcelo Kfoury Muinhos, *Banco Central do Brasil*

Eui Jung Chang, *Banco Central do Brasil*

Joanílio Rodolpho Teixeira, *Universidade de Brasília*

**Determinants of the Monetary Policy Rule in Mexico From 1996 to 2001**

Juan Treviño, *University of Maryland*

**Nonlinear Monetary Policy Rules**

Juan J. Dolado, *Universidad Carlos III de Madrid*

Ramón María-Dolores, *Universidad de Murcia*

Francisco J. Ruge-Murcia, *Université de Montreal*

14.30 - 16.15

*Contributed Session*

SANTIAGO

**CREDIT AND FINANCIAL MARKETS**

Chair: Marco da Rin, *Università di Torino*

**Market Structure and Competition in the Mexican Credit Card Industry**

José L. Negrín, *Banco de México*

**On the Effectiveness of Credit Subsidies:  
Evidence from a Panel of Italian Firms**

Grazia Rapisarda, *Southampton University*

**Bank Interest Margins Meet Interest Rate Spreads: How Good is Balance  
Sheet Data for Analyzing the Cost of Financial Intermediation?**

Helmut Franken, *Banco Central de Chile*

Phil Brock, *University of Washington*

# CONFERENCE PROGRAM

SATURDAY, 12 OCTOBER

## **The Foregone Gains of Non-Shareholders**

Monica Paiella, *Banca d'Italia*

## **Explaining the Migration of Stocks from Exchanges in Emerging Economies to International Centres**

Sergio Schmukler, *The World Bank*

## **Europe's 'New' Stock Markets**

Marco da Rin, *Università di Torino*

Laura Bottazzi, *Università Bocconi*

14.30 - 16.15

*Contributed Session*

PANAMÁ

## **POLITICAL ECONOMY II**

Chair: Mauricio Bugarin, *Universidade de Brasília*

### **Political Business Cycles in Latin American Countries**

Mark Hallerberg, *University of Pittsburgh*

Taeko Hiroi, *University of Pittsburgh*

### **Campaign Expenditures and the Vote. The Mexican Congress Elections**

César Velázquez, *Universidad Iberoamericana*

### **Political Competition and the Allocation of Public Investment in Mexico**

Eduardo Rodríguez-Oreggia, *Inter-American Center on Social Security*

Joan Costa-Font, *Universitat de Barcelona*

Darío Luna-Pla, *Secretaría de Hacienda y Crédito Público*

### **The Politicization of Public Sector Labor Relations:**

#### **Argentine Teachers' Strikes**

Lucas Ronconi, *Universidad de San Andrés*

Victoria Murillo, *Yale University*

### **Finance Minister Turnover and Fiscal Outcomes:**

#### **New International Evidence**

Luis Miguel Castilla, *Corporación Andina de Fomento*

14.30 - 16.15

*Contributed Session*

QUITO

## **FIRM BEHAVIOR II**

Chair: Eduardo Lora, *Inter-American Development Bank*

### **Did Mexican Firms Anticipate the 1995-1996 Financial Crisis?**

#### **A Firm-Level Analysis**

Karen Watkins, *Universidad Popular Autónoma del Estado de Puebla*

### **Pricing Behavior and the Comovement of Productivity and Labor:**

#### **Evidence from Firm-Level Data**

Domenico J. Marchetti, *Banca d'Italia*

Francesco Nucci, *Università di Roma "La Sapienza"*

**Crime and Entrepreneurship**

Daniel Ortega, *Oficina de Asesoría Económica y Financiera de Venezuela*

**Start-Up Capital, Microenterprises and Technical Efficiency in Mexico**

Fausto Hernández Trillo, *CIDE*

Jose Pagan, *University of Texas*

**Obstacles to Business Development and the Size of Firms in Latin America**

Eduardo Lora, *Inter-American Development Bank*

Patricia Cortés, *Massachusetts Institute of Technology*

Ana María Herrera, *University of Michigan*

14.30 - 16.15

*Contributed Session*

ASUNCIÓN

**MIGRATION TO THE US**

Chair: Darren Lubotsky, *University of Illinois*

**Coyote Crossings:**

**The Role of Smugglers in Illegal Immigration and Border Enforcement**

Mark Guzman, *Federal Reserve Bank of Dallas*

Joseph Haslag, *University of Missouri*

Pia Orrenius, *Federal Reserve Bank of Dallas*

**Nonparametric Bounds on the Labor Market Effects of Limited English Proficiency for Hispanic Workers**

María Libertad González Luna, *Northwestern University*

**Where Do US Immigrants Come From?**

**Policy and Sending Country Fundamentals**

Ximena Clark, *The World Bank*

Hatton Timothy, *Essex University*

Jeffrey G. Williamson, *Harvard University*

**Chutes or Ladders? A Longitudinal Analysis of Immigrant Earnings**

Darren Lubotsky, *University of Illinois*

14.30 - 16.15

*Contributed Session*

LIMA

**INDUSTRIAL ORGANIZATION**

Chair: Gerard Llobet, *CEMFI*

**Rental of a Durable Good**

Cyril Hariton, *Université de Toulouse*

Jacques Crémer, *Université de Toulouse*

**Secondary Market and the Lifetime of Durable Goods**

Luis A. Puch, *Universidad Complutense*

Raouf Boucekkine, *IRES*

Omar Licandro, *European University Institute*

Antonio R. Sampayo, *Universidade de Santiago de Compostela*

# CONFERENCE PROGRAM

SATURDAY, 12 OCTOBER

**Another Perspective on Planned Obsolescence:  
Is There Really Too Much Innovation?**

Juan Ruiz, *Universidad Carlos III de Madrid*

**Ownership Matters in Adverse Selection Models**

Ulf von Lilienfeld-Toal, *University of Osnabrück*

**A Model of Self-Regulation with Reputation in the Members**

Javier Núñez Errázuriz, *Universidad de Chile*

José Guillermo Díaz Gamarra, *Universidad de Chile*

Miguel Angel Vargas Román, *Universidad de Chile*

16.15 - 16.45

*C O F F E E*

16.45 - 18.00

*Díaz-Alejandro Prize Session*

AMÉRICA

**HONORING RUDI DORNBUSCH**

Chair: Sebastián Edwards, *University of California Los Angeles*

Invited Speaker: Enrique V. Iglesias, *Inter-American Development Bank*

18.00 - 18.15

*B R E A K*

18.15 - 19.30

*Round Table*

AMÉRICA

**THE FUTURE OF MONETARY ARRANGEMENTS IN LATIN AMERICA**

Organizer: Guillermo Calvo, *Inter-American Development Bank*

Patrick Kehoe, *Federal Reserve Bank of Minneapolis*

Guillermo Perry, *The World Bank*

Federico Sturzenegger, *Universidad Torcuato di Tella*

José Viñals, *Banco de España*

09.15 -11.00

*Contributed Session*

SANTO DOMINGO

**TIME SERIES ECONOMETRICS**

Chair: Juan Rubio, *Federal Reserve Bank of Atlanta*

**A Canonical Form for Unit Root Processes in the State Space Framework**

Martin Wagner, *University of Bern*

Dietmar Bauer, *Technical University of Vienna*

**A Necessary and Sufficient Condition for Weak-Exogeneity in Vector Error Correction Models**

Christophe Rault, *Université de la Sorbonne*

**Priors from General Equilibrium Models for VARs**

Marco del Negro, *Federal Reserve Bank of Atlanta*

Frank Schorfheide, *University of Pennsylvania*

**A BVAR with Endogenous Priors**

Teresa Leal Linares, *Universidad de Huelva*

Jesús Rodríguez López, *Universidad Pablo de Olavide*

**Estimating Nonlinear Dynamic Equilibrium Economies:**

**A Likelihood Approach**

Juan Rubio, *Federal Reserve Bank of Atlanta*

Jesús Fernández-Villaverde, *University of Pennsylvania*

9.15 - 11.00

*Contributed Session*

LA HABANA

**CHILD LABOR**

Chair: Diana Kruger, *University of Maryland*

**Household Income as a Determinant of Child Labor and School Enrollment in Brazil: Evidence from a Social Security Reform**

Irineu Carvalho, *The RISConsulting Group*

**From Childhood to Adulthood: The Effects of Child Labor Activities on Adult Earnings in Brazil**

Andre Portela Souza, *Vanderbilt University*

Patrick M. Emerson, *University of Colorado at Denver*

**Child Labor:**

**The Role of Income Variability and Access to Credit Across Countries**

Roberta Gatti, *The World Bank*

Rajeev Dehejia, *Columbia University*

**School Attendance, Child Labor and Local Labor Markets in Urban Brazil**

Suzanne Duryea, *Inter-American Development Bank*

Mary Arends-Kuenning, *University of Illinois at Urbana-Champaign*

**The Effects of Economic Opportunities on Child Work and Schooling**

Diana Kruger, *University of Maryland*



SUNDAY, 13 OCTOBER

9.15 - 11.00

*Contributed Session*

BUENOS AIRES

**FAMILY ECONOMICS II**

Chair: Manuel Arellano, *CEMFI*

**Income Composition, Endogenous Fertility and Schooling Investments in Children**

Fernando Veloso, *IBMEC*

**The Link Between Unemployment and Marriage Rate: Buenos Aires, Argentina, 1980-1999**

Julio Elias, *University of Chicago*

**Efficiency in an Overlapping Generations Model with Endogenous Population**

Mikel Pérez-Nievas, *Universidade de Santiago de Compostela*

J. Ignacio Conde-Ruiz, *Universitat Pompeu Fabra*

Eduardo L. Giménez, *Universidade de Vigo*

**Birth Order, Child Labor and School Attendance in Brazil**

Patrick M. Emerson, *University of Colorado at Denver*

Andre Portela Souza, *Vanderbilt University*

**The Effect of Longevity on Fertility: Micro Evidence from the Brazilian Demographic and Health Survey**

Rodrigo Soares, *University of Chicago*

9.15 - 11.00

*Contributed Session*

MÉXICO

**LABOR MARKET REGULATIONS**

Chair: Carmen Pagès, *Inter-American Development Bank*

**The Importance of Being Formal:**

**Testing for Segmentation in the Mexican Labor Market**

Salvador Navarro-Lozano, *University of Chicago*

**The Impact of Week End and Holiday Work Restrictions on Employment and Output**

Pablo González, *Centro de Economía Aplicada*

Alejandra Mizala, *Centro de Economía Aplicada*

Pilar Romaguera, *Centro de Economía Aplicada*

**Reducing Working Time and Inequality:**

**What do we Learn From The "35 Hours" French Experience?**

Fabrice Gilles, *Université d'Evry*

Yannick Lhorty, *Université d'Evry*

**The Effects of the 1988 Workweek Reduction in Brazil**

Gustavo Gonzaga, *Pontifícia Universidade do Rio de Janeiro*

José Marcio Camargo, *Pontifícia Universidade do Rio de Janeiro*

Naercio Menezes-Filho, *Universidade de São Paulo*

**Who Benefits from Labor Regulations?: Chile 1960-1998**

Carmen Pagès, *Inter-American Development Bank*  
 Claudio Montenegro, *The World Bank*

9.15 - 11.00

*Contributed Session*

CARACAS

**EXCHANGE RATES II**

Chair: Enrique Alberola, *Banco de España*

**Real Exchange Rates in the Long and Short Run:  
 A Panel Cointegration Approach**

César Calderón, *Banco Central de Chile*

**Dread of Depreciation: Measuring Real Exchange Rate Interventions**

Hyginus Leon, *International Monetary Fund*  
 Jayasri Dutta, *University of Birmingham*

**Exchange Rate Policy in Chile: From Band to Floating and Beyond**

Felipe Morandé, *Universidad de Chile*  
 Matías Tapia, *Banco Central de Chile*

**Nominal Exchange Rate Anchoring under Inflation Inertia**

Guillermo Calvo, *University of Maryland*  
 Michael Kumhof, *Stanford University*  
 Oya Celasun, *International Monetary Fund*

**Equilibrium Exchange Rates for Latin America. A Multilateral Approach**

Enrique Alberola, *Banco de España*

9.15 - 11.00

*Contributed Session*

BOGOTÁ

**DOLLARIZATION II**

Chair: Magendzo I. Igal, *Banco Central de Chile*

**Speculative Attacks on Debts, Dollarization and Optimum Currency Areas**

Marcia Leon, *Banco Central do Brasil*  
 Aloisio Araujo, *Fundação Getulio Vargas*

**Macro Shocks and Dollarization Levels**

María Pia Iannariello, *George Washington University*

**On Dollarization and Credibility**

Julia Chiriaeva, *University of Aarhus*  
 Carter Bloch, *University of Aarhus*

**A Currency of One's Own? An Empirical Investigation  
 on Dollarization and Independent Currency Unions**

Magendzo I. Igal, *Banco Central de Chile*  
 Sebastián Edwards, *University of California Los Angeles*

# CONFERENCE PROGRAM

SUNDAY, 13 OCTOBER

9.15 - 11.00

*Contributed Session*

LA PAZ

## **GROWTH EMPIRICS II**

Chair: Rómulo Chumacero, *Universidad de Chile*

### **Switching Regimes, Macroeconomic Policies, and Sustained Growth**

Raimundo Soto, *Universidad Católica de Chile*

### **Effects of Information Technology Spending on Growth and Productivity in the Chilean Economy: A Macroeconomics Perspective**

Maria Elisa Farias, *Universidad de Chile*

### **The Brazilian Depression in the 1980s and 1990s**

Mirta Bugarin, *Universidade de Brasília*

Roberto Ellery, *Instituto de Pesquisa Econômica Aplicada*

Victor Gomes, *Instituto de Pesquisa Econômica Aplicada*

Arlton Teixeira, *IBMEC*

### **Spatial Dependence and Economic Growth: Evidence from a Panel of Countries**

María Teresa Ramírez, *Banco Central de Colombia*

Ana María Loboguerrero, *Banco Central de Colombia*

### **On The Power of Absolute Convergence Tests**

Rómulo Chumacero, *Universidad de Chile*

9.15 - 11.00

*Contributed Session*

MONTEVIDEO

## **INTERNATIONAL TRADE II**

Chair: Norman Loayza, *The World Bank*

### **Current Accounts in the Long and Short Run**

Jaume Ventura, *Massachusetts Institute of Technology*

Aart Kraay, *The World Bank*

### **Exchange Rate Dynamics and Commodities in the Redux World**

Rebecca Driver, *Bank of England*

### **How Much Does International Trade Affect Business Cycle Synchronization?**

William Gruben, *Federal Reserve Bank of Dallas*

Jahyeong Koo, *Federal Reserve Bank of Dallas*

Eric Millis, *Federal Reserve Bank of Dallas*

### **Determinants of Current Account Deficits in Developing Countries**

Norman Loayza, *The World Bank*

César Calderón, *Banco Central de Chile*

Alberto Chong, *Inter-American Development Bank*

9.15 - 11.00

*Contributed Session*

BRASILIA

**MONETARY POLICY II**

Chair: Francesco Giavazzi, *Università Bocconi*

**An Estimated Dynamic Stochastic General Equilibrium Model of the Euro Area**

Frank Smets, *European Central Bank*

Rafael Wouters, *Banque Nationale de Belgique*

**Monetary Policy Signalling, Asymmetries and the Volatility of the Interest Rates Term Structure in Mexico**

Alfonso Mendoza, *University of York*

**Monetary Policy and Inflation in Brazil (1975-2000): A VAR Estimation**

Andre Minella, *Banco Central do Brasil*

**Real Interest Rates and Brazilian Business Cycles**

Fabio Kanczuk, *Harvard Business School*

**Why are Brazilian Interest Rates so High?**

Francesco Giavazzi, *Università Bocconi*

Carlo A. Favero, *Università Bocconi*

9.15 - 11.00

*Contributed Session*

SANTIAGO

**CORPORATE FINANCE**

Chair: Enrique Schroth, *New York University*

**Consequences of Firms' Bank Linkages in the Aftermath of the Mexican Banking Crisis of 1995**

Gonzalo Castañeda, *Universidad de Las Américas*

**Political Risk and Capital Structure Choice of Foreign Subsidiaries: An Empirical Analysis**

Walter Novaes, *University of Washington*

Sergio Werlang, *Fundação Getulio Vargas*

**The Impact of Structural Reform on Firm's Financial Structures. Peru, 1992-2000**

Patricia Ledesma Liebana, *Northwestern University*

**The Design of Refinancing Contracts**

Santiago Forte Arcos, *Universidad Carlos III de Madrid*

Juan Ignacio Peña Sánchez de Rivera, *Universidad Carlos III Madrid*

**Innovation and First-Mover Advantages in the Market for Corporate Underwriting: Evidence in New Issues of Equity-Linked Securities**

Enrique Schroth, *New York University*

SUNDAY, 13 OCTOBER

9.15 - 11.00

*Contributed Session*

PANAMÁ

**REGIONAL INTEGRATION II**

Chair: Eduardo Levy-Yeyati, *Universidad Torcuato di Tella*

**Growth Effects of Regional Integration Agreements**

Matias Berthelon, *University of Maryland*

**Economic Integration and the Location Choices of Multinational Enterprises**

Carlo Altomonte, *Università Bocconi*

**Do Mercosur and Fiscal Competition Help to Explain Recent Locational Patterns in Brazil?**

Christian Ariel Volpe Martincus, *University of Bonn*

**Economic Integration and the Attraction of Foreign Direct Investment: The Case of Latin America**

Hernán Vallejo, *CEDE*

Camila Aguilar, *CEDE*

**Regional Integration and the Location of FDI**

Eduardo Levy-Yeyati, *Universidad Torcuato di Tella*

Christian Daude, *Inter-American Development Bank*

Ernesto Stein, *Inter-American Development Bank*

9.15 - 11.00

*Contributed Session*

QUITO

**EDUCATION AND HUMAN CAPITAL**

Chair: Marcelo Soto, *DELTA*

**The Teachers' Effort in the Education Production Function**

Manuel Ontiveros-Jiménez, *Universidad Autónoma Metropolitana*

**Understanding Convexity in the Returns to Schooling in Brazil**

Juan Pablo Valenzuela Barros, *University of Michigan*

Christopher Dunn, *University of Michigan*

**The Two Faces of Knowledge Diffusion: The Chilean Case**

Piergiuseppe Morone, *University of Sussex*

**Rediscovering Education**

Marcelo Soto, *DELTA*

9.15 - 11.00

*Contributed Session*

ASUNCIÓN

**INFORMATION AND UNCERTAINTY**

Chair: Luis Braido, *University of Chicago*

**Efficient Allocations with Moral Hazard and Hidden Borrowing and Lending**

Nicola Pavoni, *University College London*

Arpad Abraham, *University College London*

**Contracts and Inequity Aversion**

Florian Englmaier, *University of Munich*

Achim Wambach, *University of Munich*

**Optimal Rules under Adjustment Costs and Infrequent Information**

Marco Bonomo, *EPGE*

René García, *Université de Montreal*

**Estructural Estimation with a Randomized Trial of a Medical Insurance Principal Agent Model with Moral Hazard**

Marcos Vera-Hernández, *University College London*

**Evidence on the Incentive Properties of Share Contracts**

Luis Braido, *University of Chicago*

9.15 - 11.00

*Contributed Session*

LIMA

**PRICING POLICIES**

Chair: Eduardo Engel, *Yale University*

**Two Firms Is Enough for Competition, but Three or More Is Better**

José Luis Moraga González, *Erasmus University Rotterdam*

Maarten C.W. Janssen, *Erasmus University Rotterdam*

**Two Part Tariff Competition with Switching Costs and Sales Agents**

Solange Berstein, *Banco Central de Chile*

**A Theory of Commerce: Competitive Search under Private Information**

Belén Jerez, *Universitat Autònoma de Barcelona*

Miquel Faig, *University of Toronto*

**Competition in or for the Field: Which is Better?**

Eduardo Engel, *Yale University*

Ronald Fischer, *CEA*

Alexander Galetovic, *Universidad de Chile*

11.00 - 11.30

*C O F F E E*

# CONFERENCE PROGRAM

SUNDAY, 13 OCTOBER

11.30 - 13.00

*Invited Session*

LA HABANA

## **DYNAMIC GENERAL EQUILIBRIUM MODELS: APPLICATIONS TO LATIN AMERICA**

Organizer: Felipe Morandé, *Universidad de Chile*

### **Venezuela's Growth Experience**

Diego Restuccia, *University of Western Ontario*

Omar Bello, *Banco Central de Venezuela*

### **Argentina's Recovery and Excess Capital Shallowing of the 1990's**

Carlos Zaragaza, *Federal Reserve Bank of Dallas*

Finn E. Kydland, *Carnegie Mellon University*

### **Decades Lost and Found: Chile and Mexico in the 1980s and 1990s**

Raphael Bergoeing, *Universidad de Chile*

Patrick J. Kehoe, *Federal Reserve Bank of Minneapolis*

Timothy J. Kehoe, *University of Minnesota*

Raimundo Soto, *Pontificia Universidad Católica de Chile*

### **Labor Taxes, Employment and Growth: Chile 1998-2001**

Felipe Morandé, *Universidad de Chile*

Raphael Bergoeing, *Universidad de Chile*

11.30 - 13.00

*Invited Session*

BUENOS AIRES

## **MICROECONOMIC EVALUATION OF SOCIAL PROGRAMS**

Organizer: James J. Heckman, *University of Chicago*

Chair: Manuel Arellano, *CEMFI*

Discussant: Costas Meghir, *University College London*

### **The Incidence of Social Security Regulation in Economies with Partial Compliance: Evidence from the Reform in Mexico**

Grecia M. Marrufo, *Stanford University*

### **Matching, Selection and the Propensity Score: Evidence from Training in Mexico**

Salvador Navarro-Lozano, *University of Chicago*

### **Heterogeneity and Selection in the Returns to Schooling**

Pedro Carneiro, *University of Chicago*

11.30 - 13.00

*Invited Session*

MÉXICO

## **ECONOMIC GROWTH IN LATIN AMERICA**

Organizer: Eduardo Fernández-Arias, *Inter-American Development Bank*

**¿Por qué América Latina crece más lentamente?**

Juan Blyde, *Inter-American Development Bank*  
Eduardo Fernández-Arias, *Inter-American Development Bank*

**El crecimiento económico en América Central y República Dominicana:  
Un análisis econométrico**

Manuel Agosin, *Universidad de Chile*  
Roberto Machado, *Inter-American Development Bank*

**On the Determinants of the Chilean Economic Growth**

Rodrigo Fuentes, *Banco Central de Chile*  
Rómulo Chumacero, *Universidad de Chile*

**Economic Growth in Costa Rica: 1950-2000**

Manrique Sáenz, *Banco Central de Costa Rica*  
Andrés Rodríguez-Clare, *Harvard University*  
Alberto Trejos, *INCAE*

11.30 - 13.00

*Invited Session*

CARACAS

**FOREIGN DIRECT INVESTMENT**

Organizer: Assaf Razin, *Tel Aviv University*

**Fire-Sale FDI and Liquidity Crises**

Gita Gopinath, *University of Chicago*  
Mark Aguiar, *University of Chicago*

**The Role of Information in Driving FDI: Theory and Evidence**

Assaf Razin, *Tel Aviv University*  
Ashoka Mody, *International Monetary Fund*  
Efraim Sadka, *Tel Aviv University*

**Volatility of FDI and Portfolio Investments: The Role of Information,  
Liquidation Shocks and Transparency**

Itay Goldstein, *Duke University*  
Assaf Razin, *Tel Aviv University*

11.30 - 13.00

*Invited Session*

BOGOTÁ

**LETTING THE GENIE OUT OF THE BOTTLE:  
ON THE CONSEQUENCES OF FINANCIAL LIBERALIZATION**

Organizer: Carmen Reinhart, *International Monetary Fund*

**Capital Account Liberalization: Allocative Efficiency or Animal Spirits?**

Peter Blair Henry, *Stanford University*  
Anusha Chari, *University of Michigan*



# CONFERENCE PROGRAM

SUNDAY, 13 OCTOBER

## **Short-Run Pain, Long-Run Gain: The Effects of Financial Liberalization**

Graciela Kaminsky, *George Washington University*  
Sergio Schmuckler, *The World Bank*

## **Before and After Financial Liberalization**

Carmen Reinhart, *International Monetary Fund*  
Ioannis Tokatlidis, *University of Maryland*

## **Capital Controls and Vulnerability**

Roberto Rigobón, *Massachusetts Institute of Technology*  
Sebastián Edwards, *University of California Los Angeles*

11.30 - 13.00

*Invited Session*

LA PAZ

## **FISCAL DISCIPLINE: RULES AND INSTITUTIONS**

Organizer: Charles Wyplosz, *Graduate Institute of International Studies*

### **Fiscal Rules for Subnational Governments: Some Organizing Principles and Latin American Experiences**

Mariano Tommasi, *Universidad de San Andrés*  
Miguel Braun, *CIPPEC*

### **Forms of Governance and the Design of Fiscal Rules in European Union Countries 1998-2000**

Mark Hallerberg, *University of Pittsburgh*  
Juergen von Hagen, *Bonn University*  
Rolf Strauch, *European Central Bank*

### **Fiscal Discipline in EMU: Rules or Institutions?**

Charles Wyplosz, *Graduate Institute of International Studies*

11.30 - 13.00

*Invited Session*

MONTEVIDEO

## **ECONOMIC RESTRUCTURING AND FIRM BEHAVIOR IN LATIN AMERICA**

Organizer: Jorge Katz, *ECLAC*  
Chair: Mario Cimoli, *ECLAC*

### **Trade Openness and Technological Gaps in Latin America: A "Low Growth Trap"**

Mario Cimoli, *ECLAC*

### **Foreign Direct Investment, Innovation and Competitiveness in Latin America**

Graciela Mognillansky, *ECLAC*

### **Small and Medium-Sized Manufacturing Enterprises in Latin America and the Caribbean in the 1990s**

Giovanni Stumpo, *ECLAC*  
Wilson Peres, *ECLAC*

### **Small and Medium-Sized Enterprises:**

#### **A Comparative Approach to Latin America and the European Union**

Patrizio Bianchi, *Università di Ferrara*  
Mario Davide Parrilli, *Università di Ferrara*

11.30 - 13.00

*Invited Session*

BRASILIA

**FOREIGN BANK BEHAVIOR IN LATIN AMERICA**

Organizer: Andrew Powell, *Universidad Torcuato di Tella*

Discussant: Miguel Sebastián, *Banco Bilbao Vizcaya Argentaria*

**Banking on Foreigners:**

**The Behavior of International Bank Lending to Latin America 1985-2000**

Andrew Powell, *Universidad Torcuato di Tella*

María Soledad Martínez-Peria, *The World Bank*

Ivanna Vladkova Hollar, *The World Bank*

**Foreign Banks under Pressure: Lessons from Latin America**

Linda Goldberg, *Federal Reserve Bank of New York*

B. Gerard Dages, *Federal Reserve Bank of New York*

Jennifer Crystal, *Federal Reserve Bank of New York*

**Spillovers through Banking Centers: A Panel Data Analysis of Bank Flows**

Beatriz Weder, *University of Mainz*

Caroline van Rijckeghem, *Sabancı University*

13.00 - 14.30

LUNCH

14.30 - 16.15

*Contributed Session*

SANTO DOMINGO

**ENVIRONMENTAL ECONOMICS**

Chair: Emilson Silva, *Tulane University*

**Testing the Efficiency of a Tradeable Permits Market**

Juan-Pablo Montero, *Pontificia Universidad Católica de Chile*

**Using Contingent Valuation to Estimate Prices for Non-Market Amenities Provided by Protected Areas**

Marcos Adamson-Badilla, *Universidad de Costa Rica*

Federico Castillo, *University of California Berkeley*

**Water Markets and Demand in Central America: Results Based on Household Sample Surveys from 17 Cities**

Jon Strand, *University of Oslo*

Ian Walker, *ESA Consultores*

**Testable Restrictions of General Equilibrium Theory in Exchange Economies with Externalities**

Andrés Carvajal, *Brown University*

**An Equitable, Efficient and Implementable Scheme to Control Global Carbon Dioxide Emissions**

Emilson Silva, *Tulane University*

Arthur Caplan, *Utah State University*

# CONFERENCE PROGRAM

SUNDAY, 13 OCTOBER

14.30 - 16.15

*Contributed Session*

LA HABANA

## **WAGES IN BRAZIL**

Chair: Sara Lemos, *University College London*

### **The Wage Gap in Brazil: Is It Capital Accumulation, Skill-Bias or Neither One?**

Marc-Andreas Muendler, *University of California Berkeley*

Carlos Henrique Corseuil, *Instituto de Pesquisa Econômica Aplicada*

### **The Evolution of the College-High School Wage Differential for Males in Brazil: Does an Increasing Supply of College-Educated Labor Explain It?**

Sergio Ferreira, *BNDES*

### **Changes in the Earnings Distribution in Brazil, 1986-1995: Human Capital and Institutional Factors**

Juliana Guimarães, *Universidade Nova de Lisboa*

### **Political Variables as Instruments - Are they Good Candidates?**

Sara Lemos, *University College London*

14.30 - 16.15

*Contributed Session*

BUENOS AIRES

## **INCOME DISTRIBUTION II**

Chair: Francisco Ferreira, *Pontifícia Universidade Católica do Rio de Janeiro*

### **Income Distribution and the Kuznets Curve: Argentina and Uruguay since the 1870s**

Luis Bértola, *Universidad de la República*

### **Analysing Income Mobility and Inequality: The Case of Argentina during the 1990s**

Marta Menéndez, *DELTA*

Facundo Alborno, *DELTA*

### **Lessons from Income Inequality in Ecuador: Some Recent Evidence**

María Luisa Granda, *Universidad de Chile*

Dante Contreras, *Universidad de Chile*

### **Education and Inequality Reduction in Brazil: Demographic Opportunities and Inter-Cohort Differentials**

Carlos Eduardo Vélez-Echavarría, *The World Bank*

Marcelo Medeiros, *Instituto de Pesquisa Econômica Aplicada*

Sergei Soares, *Instituto de Pesquisa Econômica Aplicada*

### **Beyond Oaxaca-Blinder: Accounting for Differences in Household Income Distributions across Countries**

Francisco Ferreira, *Pontifícia Universidade Católica do Rio de Janeiro*

François Bourguignon, *DELTA*

Phillippe Leite, *Pontifícia Universidade Católica do Rio de Janeiro*

14.30 - 16.15

*Contributed Session*

MÉXICO

**FEMALE LABOR SUPPLY**

Chair: Raquel Bernal, *New York University*

**La actividad laboral de las mujeres casadas y el desempleo de sus cónyuges**

Marisa Bucheli, *Universidad de la República*

**The Entry of Wives into the Labor Force as a Response to the Husbands' Unemployment: An Evaluation to Brazil**

Reynaldo Fernandes, *Universidade de São Paulo*

Fabiana de Felício, *Universidade de São Paulo*

**Gender, Family Illness and Work Absence**

Begoña Álvarez, *Universidade de Vigo*

**Mother's Labor Supply and Child Gender**

Yuri Soares, *Inter-American Development Bank*

**Return to Work Decisions of Mothers and the Well-Being of their Children**

Raquel Bernal, *New York University*

14.30 - 16.15

*Contributed Session*

CARACAS

**EXCHANGE RATE REGIMES**

Chair: Federico Sturzenegger, *Universidad Torcuato di Tella*

**Uncertainty, Exchange Rate Regimes, and National Price Levels**

Christian Broda, *Federal Reserve Bank of New York*

**Financial Exposure, Exchange Rate Regimes and Fear of Floating**

Ester Faia, *Universitat Pompeu Fabra*

Tommaso Monacelli, *Boston College*

**The Effects of Exchange Rate Regimes on Real Exchange Rate Volatility. A Dynamic Panel Data Approach**

Jorge Eduardo Carrera, *Universidad de La Plata*

Guillermo Vuletin, *Universidad de La Plata*

**Credibility of the Brazilian Exchange Regime**

Bernardo Guimaraes, *Yale University*

**On the Determinants of Exchange Rate Regimes**

Federico Sturzenegger, *Universidad Torcuato di Tella*

Eduardo Levy-Yeyati, *Universidad Torcuato di Tella*

Iliana Reggio, *Universidad Torcuato di Tella*

# CONFERENCE PROGRAM

SUNDAY, 13 OCTOBER

14.30 - 16.15

*Contributed Session*

BOGOTÁ

## **SOVEREIGN DEBT**

Chair: Marcos Chamon, *Harvard University*

### **Sovereign Debt with Adverse Selection: A Quantitative Approach**

Laura Alfaro, *Harvard Business School*

Fabio Kanczuk, *Harvard Business School*

### **Sovereign Defaults: The Role of Volatility**

Luis Catão, *International Monetary Fund*

### **Valuing Sovereign Default Risk:**

#### **A Pricing Formula and Its Empirical Results for The Mexican External Debt**

Rosario Monter, *Université de Lausanne*

### **Are Debt Crises Self-Fulfilling?**

Marcos Chamon, *Harvard University*

14.30 - 16.15

*Contributed Session*

LA PAZ

## **GROWTH THEORY II**

Chair: Fernando del Río Iglesias, *Universidade de Santiago de Compostela*

### **Multiple Equilibria, Fiscal Policy and Human Capital Accumulation**

María Jesus Freire-Serén, *Universidade de Vigo*

Jaime Alonso-Carrera, *Universidade de Vigo*

### **Embodied Technical Change in a Two-Sector AK Model**

Gabriel J. Felbermayr, *European University Institute*

Omar Licandro, *European University Institute*

### **On the Speed of Convergence of Open and Closed Economies**

Delfim Neto, *Princeton University*

### **Biased Technological Change, Capital Income Share and Long-Run Growth in an Overlapping Generations Model**

Hernando Zuleta, *Universitat Pompeu Fabra*

### **Obsolescence and Modernization in the Growth Process**

Fernando del Río Iglesias, *Universidade de Santiago de Compostela*

Raouf Boucekkine, *IRES*

Omar Licandro, *European University Institute*

14.30 - 16.15

*Contributed Session*

MONTEVIDEO

**INTERNATIONAL TRADE III**

Chair: Pablo Sanguinetti, *Universidad Torcuato di Tella*

**Non Discriminatory Trade Liberalization and Political Viability of Free Trade Agreements**

José Pineda, *Venezuelan American Chamber of Commerce and Industry*

**Free Trade versus Strategic Trade as a Choice between Two Second-Best Policies: A Symmetric versus Asymmetric Information Analysis**

Delia Ionascu, *CERGE-EI*

Kresimir Zigic, *CERGE-EI*

**Technical Barriers to Trade: Does Information Matter? A Simple Theory and Some Empirical Evidence**

Piergiuseppe Fortunato, *Università di Bologna*

**Economic Integration and Welfare**

Héctor Calvo Pardo, *DELTA*

**Exclusion for Sale:**

**Evidence on the Grossman-Helpman Model of Free Trade Agreements**

Pablo Sanguinetti, *Universidad Torcuato di Tella*

Alok Bohara, *University of New Mexico*

Kishore Gawande, *University of New Mexico*

14.30 - 16.15

*Contributed Session*

BRASILIA

**OPTIMAL MONETARY POLICY**

Chair: Juan Pablo Nicolini, *Universidad Torcuato di Tella*

**Macroeconomic Dynamics under Inflation Inertia - An Optimizing Model**

Michael Kumhof, *Stanford University*

Luis Céspedes, *International Monetary Fund*

Eric Parrado, *International Monetary Fund*

**Wage Indexation and Inflation Persistence**

Víctor López, *CEMFI*

**Central Bank Learning, Terms of Trade Shocks and Currency Risk: Should Only Inflation Matter for Monetary Policy?**

Paul McNelis, *Georgetown University*

Guay C. Lim, *University of Melbourne*

**How Valuable Is Exchange Rate Flexibility? Optimal Monetary Policy under Sectoral Shocks**

Cedric Tille, *Federal Reserve Bank of New York*

SUNDAY, 13 OCTOBER

**Optimal Fiscal and Monetary Policy: Equivalence Results**

Juan Pablo Nicolini, *Universidad Torcuato di Tella*

Isabel H. Correia, *Banco de Portugal*

Pedro Teles, *Banco de Portugal*

14.30 - 16.15

*Contributed Session*

SANTIAGO

**MICROFINANCE**

Chair: Dean Karlan, *Princeton University*

**Lending to the Poor and Incentives for Micro-Credit Agents**

Cecile Aubert, *Université de Toulouse*

Alain de Janvry, *University of California Berkeley*

Elisabeth Sadoulet, *University of California Berkeley*

**Microfinance Impacts on Human Capital Formation: Evidence from Bolivia**

Claudio González-Vega, *Ohio State University*

Jorge Maldonado, *Ohio State University*

Jorge Rodríguez Meza, *Ohio State University*

Vivianne Romero, *Plan International*

**Reputation as Insurance? Turning Microcredit into Microfinance**

Loïc Sadoulet, *ECARES*

**Can Games Measure Social Capital and Predict Financial Decisions?**

Dean Karlan, *Princeton University*

14.30 - 16.15

*Contributed Session*

PANAMÁ

**TAXATION**

Chair: Quentin Wodon, *The World Bank*

**Let the Mouse Hunt the Cat. A Way to Evade Evasion, Corrupting Corruption**

Guillermo Ordóñez, *Inter-American Development Bank*

**Community Tax Evasion Models: A Stochastic Dominance Test**

Néstor Gandelman, *Universidad ORT*

**How Bad Is Bad Taxation? Disintermediation and Illiquidity in a Bank Account Debits Tax Model**

Pedro Albuquerque, *University of Wisconsin Madison*

**A Positive Model of Overlapping Income Taxation in a Federation of States**

Klor Esteban, *New York University*

**Optimal Educational Policies and Optimal Taxation**

Darío Maldonado, *Université de Toulouse*

**Socially-Efficient Tax Reform**

Quentin Wodon, *The World Bank*

Jean-Yves Duclos, *Université Laval*

14.30 - 16.15

*Contributed Session*

QUITO

**EVALUATION OF EDUCATIONAL PROGRAMS II**

Chair: Andrea Tokman, *Banco Central de Chile*

**The Impact of Child Labor on Educational Performance:  
An Evaluation of Brazil**

Claudia Cavalieri, *Pontificia Universidade Católica de São Paulo*

**Conditionality and the Impact of Program Design on Household Welfare.  
Comparing the Effects of Two Diverse Cash Transfer Programs  
on the Rural Poor in Mexico**

Benjamin Davis, *FAO*

Ashu Handa, *Inter-American Development Bank*

Marta Ruiz Arranz, *Harvard University*

Marco Stampini, *Università di Bologna*

Paul Winter, *University of New England*

**The Quality of Publicly Provided Education Incentives in Colombia:  
Is It a Matter of Incentives?**

Jairo Nuñez, *Universidad de Los Andes*

Roberto Steiner, *Universidad de Los Andes*

**Evaluation of a Compensatory Education Program: The P900 Program**

Andrea Tokman, *Banco Central de Chile*

14.30 - 16.15

*Contributed Session*

ASUNCIÓN

**SOCIAL SECURITY**

Chair: Adriana Kugler, *Universitat Pompeu Fabra*

**Insuring Social Security**

Martín González-Eiras, *Universidad de San Andrés*

Dirk Niepelt, *IIES*

**Implications of the Brazilian Social Security System on Social Welfare**

Roberto Ellery, *Universidade de Brasília*

Mirta Bugarin, *Universidade de Brasília*

**Social Security Coverage in Chile, 1990-2001**

Salvador Valdés-Prieto, *Universidad Católica de Chile*

**Are the Effects of Payroll Taxes Asymmetric?  
Evidence from the Colombian Social Security Reform**

Adriana Kugler, *Universitat Pompeu Fabra*

Maurice Kugler, *University of Southampton*



# CONFERENCE PROGRAM

SUNDAY, 13 OCTOBER

14.30 - 16.15	<i>Contributed Session</i>	LIMA
	<b>ANTITRUST</b> Chair: Andre Faria, <i>University of Chicago</i>	
	<b>Diagnosing Market Power in Chile's Electricity Industry</b> M. Soledad Arellano, <i>Massachusetts Institute of Technology</i>	
	<b>Competition Issues in Network Industries: The Latin American Railways Experience</b> Javier Campos, <i>Universidad de Las Palmas</i>	
	<b>On the Efficient Structure of the Downstream Gas Industry. Empirical Evidence from Argentina and Great Britain</b> Ariel Casarin, <i>Warwick Business School</i>	
	<b>Regulation and Investment Incentives in a Bottleneck Industry</b> G. Martín Paredes, <i>New York University</i>	
	<b>Mergers and the Market for Organization Capital</b> Andre Faria, <i>University of Chicago</i>	
16.15 - 16.45	<i>COFFEE BREAK</i>	
16.45 - 18.00	<i>Invited Lecture</i>	AMÉRICA
	<b>GLOBALISATION AND MARKET STRUCTURE</b> J. Peter Neary, <i>University College Dublin</i>	
	Chair: Guillermo Calvo, <i>Inter-American Development Bank</i>	
18.00 - 18.15	<i>BREAK</i>	
18.15 - 19.30	<i>Round Table</i>	AMÉRICA
	<b>THE ARGENTINIAN TRAGEDY</b> Organizer: Sebastián Edwards, <i>University of California Los Angeles</i>	
	Mario Bléjer, <i>Ex-Gobernador del Banco Central de la República Argentina</i>	
	Ilan Goldfajn, <i>Banco Central do Brasil</i>	
	Ricardo Hausmann, <i>Harvard University</i>	
	Luis Ángel Rojo, <i>Universidad Complutense</i>	

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