

# Pecuniary Externalities-The Back of the Invisible Hand

April 22 – 23, 2016

Sponsored by

The Laboratory for Aggregate Economics and Finance  
University of California, Santa Barbara



## Conference Schedule

*\*speakers are highlighted in author listings\**

### Friday, April 22

10:10-10:15 **Opening Remarks**

**Peter Rupert** (*UC Santa Barbara*)

10:15-11:15 **Multiple Equilibria in Open Economy Models with Collateral Constraints:  
Overborrowing Revisited.**

**Stephanie Schmitt-Grohe** (*Columbia University*) and **Martin Uribe** (*Columbia University*)

*11:15-11:30 Break*

11:30-12:30 **Optimal Financial Regulation and the Concentration of Aggregate Risk**

**Sebastian DiTella** (*Stanford University*)

*12:30-2:00 Group Photo followed by Lunch Served in Upham Courtyard*

2:00-3:00 **Financial Frictions in Production Networks**

**Jennifer La'O** (*Columbia University*) and **Saki Bigio** (*Columbia University*)

*3:00-3:15 Break*

3:15-4:15 **A new dilemma: capital controls and monetary policy in sudden-stop economies**

**Michael B. Devereux** (*University of British Columbia*), **Eric R. Young** (*University of Virginia*) and **Changhua Yu** (*Peking University*)

*4:15-4:30 Break*

4:30-5:30     **Fire Sale Externalities**  
                  **Anton Korinek** (*John Hopkins University*) and Eduardo Davila (*New York University*)

7:45    *Meet in Upham Lobby – Walk to Dinner at Opal Restaurant & Bar, 1325 State Street*

## **Saturday, April 23**

9:00-10:00    **Regulation and Reputation**  
                  **Kinda Hachem** (*University of Chicago*) and Martin Kuncl (*Bank of Canada*)

10:00-10:15   *Break*

10:15-11:15   **The Currency Composition of Sovereign Debt**  
                  **Pablo Ottonello** (*University of Michigan*) and Diego J. Perez (*New York University*)

11:15-11:30   *Break*

11:30-12:30   **Financial Regulation in a Quantitative Model of the Modern Banking System**  
                  **Juliane Begenau** (*Harvard University*) and Tim Landvoigt (*Univ Texas Austin*)

12:30-2:00    *Lunch Served in Upham Courtyard*

2:00-3:00     **Estimating Macroeconomic Models of Financial Crises: An Endogenous Regime Switching Approach**  
                  **Chris Otrok** (*University of Missouri*)

3:15-3:30     *Break*

3:15-4:15     **Constrained Efficiency in a Human Capital Model**  
                  **Yena Park** (*University of Rochester*)

4:15-4:30     *Break*

4:30-5:30     **Interventions in Markets with Adverse Selection: Implications for Discount Window Stigma**  
                  **Huberto Ennis** (*Richmond Federal Reserve Bank*)

5:30    *Adjourn*

**Conference Organizers:** Eric Young and Zachary Bethune