



Global Liquidity and East Asian Economies

sponsored by

Hong Kong Institute for Monetary Research, FRBSF Center for Pacific Basin Studies, Santa Cruz Center of International Economics, Hong Kong University and Lingnan University

26 June 2008 (Thursday) - 27 June 2008 (Friday)

Program

Thursday June 26, 2008

8:15 – 8:45 Coffee reception and registration

8:45 – 9:00 Opening Remarks: *Hans GENBERG*

9:00 – 10:45 Determinants of International Reserve Accumulation

Chair: *Hans GENBERG*

“Financial versus Monetary Mercantilism – Long-run View of Large International Reserves Hoarding”

Joshua AIZENMAN and Jaewoo LEE

Discussant: *Robert McCAULEY*

“What is Driving Reserve Accumulation? A Dynamic Panel Data Approach”

Diego BASTOURRE, Jorge CARRERA, and Javier IBARLUCIA

Discussant: *Wensheng PENG*

10:45 – 11:00 Coffee break

11:00 – 12:45 Financial Markets and the Institutional Environment

Chair: *Mark SPIEGEL*

“Real Effects of the Subprime Mortgage Crisis: Is it a Demand or a Finance Shock?”

Hui TONG and Shang-Jin WEI

Discussant: *Olaf UNTEROBERDOERSTER*

“Creditor Protection and Stock Price Volatility”

Galina B. HALE, Assaf RAZIN, and Hui TONG

Discussant: *David COOK*

12:45 – 14:00 Lunch

14:00 – 16:45 Effects of Financial Liberalization

Chair: *Jesus SEADE*

“Does Openness to International Financial Flows Contribute to Productivity Growth?”

M. Ayhan KOSE, Eswar S. PRASAD, and Marco E. TERRONES

Discussant: *Assaf RAZIN*

"Short-Run Pain, Long-Run Gain: Financial Liberalization and Stock Market Cycles"

Graciela KAMINSKY and Sergio SCHMUKLER

Discussant: *Michael HUTCHISON*

Coffee Break (30 min)

“Foreign Entry into Underwriting Services: Evidence from Japan’s “Big Bang” Deregulation”

Jose A LOPEZ and Mark M. SPIEGEL

Discussant: *Eiji FUJII*

19:00 Conference Dinner

Friday June 27, 2008

8:30 – 9:00 Morning coffee

9:00 – 10:45 Capital Controls: Effectiveness and Evasion

Chair: *Y.F. LUK*

“Navigating the Trilemma: Capital Flows and Monetary Policy in China”

Michael HUTCHISON and Reuven GLICK

Discussant: *Hiro ITO*

“Dark Matters In China’s Current Account: Disguised Capital Flows And Measurement Errors”

Zhiwei ZHANG

Discussant: *Luca SILIPO*

10:45 – 11:00 Coffee break

11:00 – 12:45 Current Account Adjustment

Chair: *Michael HUTCHISON*

“Productivity and Global Imbalances: A Global Perspective”

Pietro COVA, Massimiliano PISANI, Nicoletta BATINI,

and Alessandro REBUCCI

Discussant: *Kenneth CHAN*

“Asset Prices and Current Account Fluctuations in Industrialized Economies”
Marcel FRATZSCHER, Roland STRAUB
Discussant: *James YETMAN*

12:45 – 14:00 Lunch

14:00 – 15:45 Empirics of Exchange Rates and FDI

Chair: *Hans GENBERG*

“The Empirics of China’s Outward Direct Investment”

Yin-Wong CHEUNG and Xing Wang QIAN

Discussant: *Alicia GARCIA-HERRERO*

“A Dynamic Bayesian Perspective on How Developments in Global Liquidity
Impact East Asian Currency Markets”

Bluford H. PUTNAM and Phillip D. ZECHER

Discussant: *Vikas KAKKAR*

Session Format

Speaker 20 – 25 minutes

Discussant: 10 minutes

Floor: 10 minutes