

Expectations, Asset Bubbles and Financial Crises
Erasmus University Rotterdam
September 16-17, 2010

Thursday, September 16

9:00-9:30 registration

9.30-11:00: Invited Speakers Session

Chair: Sebastian Gryglewicz (EUR)

1. Speculative Growth and the Welfare Cost of Technology-Driven Bubbles
Kevin Lansing (Federal Reserve Bank of San Francisco)
Discussant: Raf Wouters (National Bank of Belgium)
2. Uncertainty about Government Policy and Stock Prices
Pietro Veronesi (Chicago Booth School of Business) and Luboš Pástor
(Chicago Booth School of Business)
Discussant: Sebastian Gryglewicz (EUR)

11:00-11.30: Coffee break

11:30-13:00: *Learning about risk and financial crisis*

Chair: Marco Airaudó (Drexel University)

1. Financial innovation, the discovery of risk and the US credit crisis, by Emine Boz and Enrique Mendoza (University of Maryland).
Discussant: Agnieszka Markiewicz (EUR)
2. Learning about Risk and Return: A Simple Model of Bubbles and Crashes by William Branch and George Evans (University of Oregon and University of St. Andrews)
Discussant: Marco Airaudó (Drexel University)

13:00-14:30: Lunch

14:30-16:00

Chair: Remco Zwinkels (EUR)

1. Snowball effect of a CDS market, Svetlana Boyarchenko and Sergei Levendorski (University of Leicester)
Discussant: Sergey Slobodyan (CERGE, Charles University)
2. Evolution and market behavior with endogenous investment rules, by Giulio Bottazzi and Pietro Dindo (Sant'Anna School of Advanced Studies)
Discussant: Remco Zwinkels (EUR)

16:00-16:30: Coffee break

16:30-18:00: *Heterogeneous beliefs and asset prices*

Chair: Damjan Pfajfar (Tilburg University)

1. Rational Exuberance in Asset Pricing by Gaetano Gaballo (Columbia University)
Discussant: Mikhail Anufriev (CeNDEF, University of Amsterdam)
2. Heterogeneity and learning with complete markets, by Sergio Sontoro (Bank of Italy)
Discussant: Damjan Pfajfar (Tilburg University)

18:30: Dinner

Friday, September 17

9.00-10:30: Invited Speakers Session

Seppo Honkapohja (Bank of Finland)

Athanasios Orphanides (Central Bank of Cyprus)

10:30-10.45: Coffee break

10:45-13:15: *Monetary policy and uncertainty*

Chair: Paul De Grauwe (University of Leuven)

1. A tale of two policies: prudential regulation and monetary policy with fragile beliefs, by Ignazio Angeloni and Ester Faia (Goethe University Frankfurt)
Discussant: Pierre Lafourcade (DNB)
2. Social learning and monetary policy rules, by Jasmina Arifovic, James Bullard and Olena Kostyshyna (Portland State University)
Discussant: Jacek Suda (Banque de France)
3. Monetary policy and herd behavior in new tech investment, by Aude Pommeret, Franck Portier and Olivier Loisel (Banque de France)
Discussant: Paul De Grauwe (University of Leuven)

13:15-14:30: Lunch

14:30-16:00: *Learning Rational Expectation Equilibrium*

Chair: Frode Brevik (VU Amsterdam)

1. On the Evolutionary Stability of Rational Expectations by William R. Parke and George Waters (Illinois State University and Bank of Finland)
Discussant: Cars Hommes (CeNDEF, University of Amsterdam)
2. Asset Prices Under Rational Imitation by Andrea Giusto (Dalhousie University)
Discussant: Frode Brevik (VU Amsterdam)

15:30-16:00: Coffee break

16:00-17:30:

Chair: Jan Tuinstra (University of Amsterdam)

1. Short-Selling Constraints in a Model with Heterogeneous Expectations
Mikhail Anufriev, Jan Tuinstra (CeNDEF, University of Amsterdam)
Discussant: Gaetano Gaballo
2. Asset price learning, collateral constraint and propagation of productivity shocks, by Pei Kuang (Goethe University Frankfurt)
Discussant: Jan Tuinstra (CeNDEF, University of Amsterdam)

17:30: Closing of the conference