

Workshop on

Sovereign Risk, Fiscal Solvency and Monetary Policy: Where Do We Stand?

San Servolo Island, Venice - October 4-5, 2012

Program

October 4th

08.30-9.15 *Registration*

9.15-9.30 **Welcome Speech**

9.30-11.00 **Parallel Sessions A**

Room 1E - Empirical Investigations on Fiscal Policies

Jacopo Cimadomo (European Central Bank): "Fiscal Consolidations and Banking Stability" (joint with Sebastian Hauptmeier and Tom Zimmermann)

Luca Gambetti (Universitat Autònoma de Barcelona): "Fiscal Foresight, Forecast Revisions, and the Effects of Government Spending in the Open Economy"

Room 1G - Contagion in Europe

Massimiliano Caporin (University of Padova): "Measuring Sovereign Contagion in Europe" (joint with Lorian Pelizzon, Francesco Ravazzolo, and Roberto Rigobon)

Albi Tola (Swiss National Bank): "Deciphering Financial Contagion in the Euro Area During the Crisis" (joint with Sébastien Wälti)

11.00-11.30 *Coffee Break*

11.30-13.00 **Parallel Sessions B**

Room 1E - Spillovers in the Euro Area

Josef Hollmayr (Deutsche Bundesbank/Goethe University Frankfurt): "Fiscal Spillovers and Monetary Policy Transmission in the Euro Area"

Silvia Sgherri (International Monetary Fund): "Commonalities, Mispricing, and Spillover: Another Look at the Euro Area Sovereign Risk"

Room 1G - Bond Pricing Dynamics

Antonello D'Agostino (European Central Bank): "The pricing of G7

		sovereign bond spreads: The times they are a-changing" (joint with Michael Ehrmann)
		Giorgia Palladini (London Business School): "Sovereign CDS and Bond Pricing Dynamics in the Euro Area" (joint with Richard Portes)
13.00-14.15	<i>Lunch</i>	
14.15-16.15	Plenary Session (Room 1E)	Andrew Scott (London Business School): "The Impact of Debt Levels and Maturity on Inflation" (joint with Elisa Faraglia, Albert Marcet and Rigas Oikonomou) Albert Marcet (Institut d'Anàlisi Econòmica CSIC, Barcelona Graduate School of Economics, and Universitat Autònoma de Barcelona): "Optimal Contracts Under Private Information: An Application to Optimal Rescue Packages" (joint with Esther Hauk and Andrea Lanteri)
16.15-16.45	<i>Coffee Break</i>	
16.45-18.15	Parallel Sessions C	<u>Room 1E - Sovereign Debt Crisis and Eurobonds</u> Alessandro Missale (Università degli Studi di Milano): "Sovereign Spreads in the Euro Area. Which prospects for a Eurobond?" (joint with Carlo Favero) Roberto De Santis (European Central Bank): "The Euro Area Sovereign Debt Crisis. Safe Haven, Credit Rating Agencies and the Spread of the Fever from Greece, Ireland, and Portugal" <u>Room 1G - International Linkages and Crises</u> Andrea Presbitero (Università Politecnica delle Marche): "External Imbalances and Financial Fragility in the Euro Area" (joint with Pietro Alessandrini, Michele Fratianni, and Andrew Hughes Hallett) Umberto Cherubini (University of Bologna): "Within and Between Systemic Country Risk: Theory and Evidence from the Sovereign Crisis in Europe" (joint with Angelo Baglioni)
18.15-18.30	<i>Light Coffee Break</i>	
18.30-19.30	Keynote Lecture (Room 1E)	Giancarlo Corsetti (Cambridge University): "The Sovereign Risk Channel"
20.00-23:00	<i>Social Dinner</i>	

October 5th

8.15-9.15	<i>Breakfast</i>	
9.15-10.45	Parallel Sessions D	<u>Room 1E - Sovereign Debt Determinants</u> Jeanine Baumert (European University Institute): "On the Impact of Credit Insurance on Sovereign Debt Renegotiation" Frank Smets (European Central Bank): "Government Debt, the Zero Lower Bound and Monetary Policy" (joint with Mathias Trabandt) <u>Room 1G - Sovereign Bonds: Structure and Mechanisms</u> Sebastian Nieto-Parra (OECD): "Breaking down the cost of issuance: An analysis of the microstructure of emerging sovereign bond markets" Daide Dottori (Bank of Italy): "Collective Action Clauses: How Do They Weight On Sovereigns?"

10.45-11.15	<i>Coffee Break</i>	
11.15-12.45	Parallel Sessions E	<p><u>Room 1E – Sovereign Debt: News and Spillovers</u></p> <p>Libero Monteforte (Bank of Italy): “EMU Sovereign Spreads and Macroeconomic News” (joint with Daniela Arru, Davide Iacovoni, and Filippo Maria Pericoli) Tigran Poghosyan (International Monetary Fund): “Spatial spillovers in emerging markets spreads” (joint Emanuele Baldacci and Salvatore Dell’Erba)</p> <p><u>Room 1G – Sovereign Debt Risk</u></p> <p>Gisle Natvik (Norges Bank): “Self-fulfilling debt crises: The role of cross-country assistance” (joint with Christian Grisse) Juha Kilponen (Bank of Finland): “Sovereign Risk, Uncertainty and Policy” (joint with Helina Laakkonen and Jouko Vilmunen)</p>
12.45-14.00	<i>Lunch</i>	
14.00-15.00	Keynote Lecture (Room 1E)	Francesco Giavazzi (Bocconi University and MIT): “The Output Effect of Fiscal Consolidations”
15.00-15.30	<i>Coffee Break</i>	
15.30-17.30	Panel Discussion (Room 1E)	<p>Chair: Alessandro Plateroti (Sole 24 Ore)</p> <p>Introduction: Maria Cannata (Italian Treasury): “The role of Debt Management Offices on the Repo market”</p> <p>Panelists: Leonardo Arduini (Citi) Hans Blommenstein (OECD) Giancarlo Corsetti (Cambridge University) Francesco Giavazzi (Bocconi University and MIT) Luca Jellinek (Credit Agricole CIB) Frank Smets (European Central Bank)</p>
17.30	Conference Conclusions (Room 1E)	

In collaboration with:

