



Workshop on Financial Markets and Monetary Policy

**Friday August 6th 2010
Santiago, Chile**

The Central Bank of Chile will host a Workshop on Financial Markets and Monetary Policy. The workshop will bring together academics and central bank researchers to discuss recent research at the forefront of the interactions between financial markets and monetary policy. The workshop will comprise several presentations on topics related to empirical evidence and theoretical models on financial markets and monetary policy interactions.

Conference venue:

Auditorium Edificio Plaza Constitución, second floor.

Central Bank of Chile, Santiago.

Entrance by Morandé 115.

Language: All sessions will be conducted in English.

If you would like to attend the seminar, please confirm your attendance contacting Soledad Gallardo before the 5th of August.

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Workshop Organization

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Program

Friday, August 6th 2010

- 8:45-9:00 Registration
- 9:00-9:05 Opening remarks, **José De Gregorio** (Governor of the Central Bank of Chile)
- 9:05-10:05 Keynote Speech, “Financial Intermediation and Credit Policy”
 Professor Nobuhiro Kiyotaki (Princeton University)
- 10:05-10:20 *Coffee Break*
- 10:20-11:20 “The Carry Trade and Fundamentals: Noting to Fear but Fear Itself”, **Òscar Jordà**
 (University of California at Davis) with **Alan Taylor**.

 Discussant: **Eduardo Walker** (Catholic University of Chile).
- 11:20-12:20 “The Effects of Foreign Shocks when Interest Rates are at Zero”, **Martin**
 Bodenstein with **Christopher Erceg** and **Luca Guerrieri**. (Board of Governors
 of the Federal Reserve System).

 Discussant: **Jorge Fornero** (Central Bank of Chile)
- 12:20-14:00 *Lunch (by invitation only)*
- 14:00-15:00 “Demand Imbalances, Exchange Rate Misalignment and Monetary Policy”, **Luca**
 Dedola (ECB and CEPR) with **Giancarlo Corsetti** and **Sylvain Leduc**.

 Discussant: **Rodrigo Caputo** (Central Bank of Chile)
- 15:00-16:00 “Investor Overconfidence and the Forward Premium Puzzle” **Craig Burnside**
 (Duke University) with **Bing Han**, **David Hirshleifer** and **Tracy Yue Wang**.

 Discussant: **Felipe Zurita** (Catholic University of Chile).
- 16:00-16:15 *Coffee Break*
- 16:15-17:15 “On the Quantitative Effects of Unconventional Monetary Policies”, **Javier**
 Garcia-Cicco (Central Bank of Chile).

 Discussant: **Matías Tapia** (Catholic University of Chile).