



**INTERNATIONAL TRADE, FINANCE, AND MACROECONOMICS:  
Research Frontiers and Challenges for Policy**

**Supported by**

CEPR  
The Bank of England  
Centre For Macroeconomics  
Cambridge-INET Institute

**Bank of England, 20 Moorgate, London, EC2R 6DA**

**Programme**

**Thursday 18 December**

- 08.15-08.30 **Registration**
- 08.30-09.00 **Welcoming Remarks**  
Minouche Shafik (Bank of England) and Richard Baldwin (The Graduate Institute, Geneva and CEPR)
- 09.00-10.00 **Keynote: Firm-to-Firm Trade: Imports, Exports, and the Labor Market**  
Samuel Kortum (Yale University) with Jonathan Eaton and Francis Kramarz
- 10.00-10.30 Coffee Break

**SESSION 1. TRADE AND FINANCE**

- 10.30-11.30 **Firms and Credit Constraints along the Global Value Chain: Processing Trade in China**  
Kalina Manova (Stanford University) with Zhihong Yu  
*Discussant: Veronica Rappoport (London School of Economics)*
- 11.30-12.30 **The Role of Foreign Banks in Trade**  
Neeltje van Horen (De Nederlandsche Bank) with Stijn Claessens and Omar Hassib  
*Discussant: Friederike Niepmann (Federal Reserve Bank of New York)*
- 12.30-13.30 Lunch

**SESSION 2. TRADE, PRICES, AND BUSINESS CYCLES (PART I)**

- 13.30-14.30 **Granular Comovement**  
Julian di Giovanni (Universitat Pompeu Fabra and CEPR) with Andrei Levchenko and Isabelle Méjean  
*Discussant: Robert Kollmann (ECARES and CEPR)*
- 14.30-15.30 **Diversification in the Small and in the Large: Evidence from Trade Networks**  
Isabelle Méjean (Ecole Polytechnique) with Francis Kramarz and Julien Martin  
*Discussant: Jaume Ventura (CREI, Universitat Pompeu Fabra and CEPR)*
- 15.30-16.00 Coffee Break

- 16.00-17.00 **Real Exchange Rates and Sectoral Productivity in the Eurozone**  
Michael Devereux (University of British Columbia and CEPR)  
*Discussant: Gianluca Benigno (London School of Economics and CEPR)*
- 18.00 **Dinner (hosted by Martin Weale at the BoE)** (For programme participants only)

## Friday 19 December

- 09.00-10.00 **Keynote: Productivity Responses to Trade**  
Marc Melitz (Harvard University and CEPR)

- 10.00-10.30 Coffee Break

### **SESSION 3. TRADE, EXCHANGE RATES AND MONETARY POLICY**

- 10.30-11.30 **Trade, Unemployment and Monetary Policy**  
Matteo Cacciatore (HEC Montréal) with Fabio Ghironi  
*Discussant: Lilia Cavallari (Università Degli Studi di Roma 'La Sapienza')*
- 11.30-12.30 **Ricardian Exchange Rate Redux**  
Katheryn Russ (University of California, Davis) with Matthieu Bussiere, Guillaume Gaulier and Maurice Obstfeld  
*Discussant: Paolo Pesenti (Federal Reserve Bank of New York and CEPR)*
- 12.30-13.30 Lunch

### **SESSION 4. TRADE, PRICES, AND BUSINESS CYCLES (PART II)**

- 13.30-14.30 **The trade comovement puzzle and the margins of international trade**  
Ana Maria Santacreu (Federal Reserve Bank of St Louis and INSEAD) with Wei Liao  
*Discussant: Philippe Martin (Sciences Po, Paris and CEPR)*
- 14.30-15.30 **Price setting in online markets: Basic facts, international comparisons, and cross-border integration**  
Oleksandr Talavera (University of Sheffield) with Yuriy Gorodnichenko  
*Discussant: Jean Imbs (Paris School of Economics and CEPR)*
- 15.30-16.00 Coffee Break
- 16.00-17.00 **International Prices and Demand for Value Added with Global Supply Chains**  
Robert Johnson (Dartmouth College) with Rudolfs Bems  
*Discussant: Nikhil Patel (Columbia University)*

End of Conference

**Organisers:** Ambrogio Cesa-Bianchi (Bank of England), Giancarlo Corsetti (Cambridge University, Cambridge-INET and CEPR), Fabio Ghironi (University of Washington and CEPR), Ida Hjortsoe (Bank of England), Simon Price (Bank of England), Jumana Salaheen (Bank of England)