



Seminar on "Topics in International Macroeconomics and Finance" (34232)

[See e-learning for updates!](#)

Lecturer: Leandro Navarro

Level: Master (advanced bachelor students can also participate).

Introductory meeting: April 27th, 2023 at 14hs, room (see e-learning).

1 Seminar description

The seminar introduces students to advanced theoretical models that analyse the different topics in international macroeconomics and international finance. The topics covered by the list of papers below include:

- Global imbalances and external adjustments,
- Sudden stop crises,
- Sovereign risk and sovereign debt maturity,
- Currency crises,
- Inflation transmission through international input-output linkages,
- Exchange rate pass-through to prices,
- Exchange rate uncertainty and currency choices,
- Dominant currencies.

The seminar is targeted to master students. Advanced bachelor students are also welcome to participate. For the latter, it is recommended to take the bachelor's International Finance course before attending to the seminar.

2 Seminar requirements

Successful participation in the seminar requires:

- Writing a term paper (minimum 10 pages - maximum 12 pages). The term paper must be based on one paper, which is assigned to you from the list below.
- Presenting your work in the seminar (20 minutes presentation).
- After the presentation of each paper, there will be a 10 minutes discussion round of questions to the presenter.

The seminar's final grade is defined by:

- 50% of the term paper grade.
- 40% of the presentation grade.
- 10% of the discussion grade: this include the quality of the answers to the questions and the participation formulating questions to colleagues during their presentations.

3 Registration to the seminar

Students who want to participate in the seminar must send an email before April 26th, 2023 at 14 hs to leandro.navarro@uni-bayreuth.de.

Students must also enroll for the exam on CampusOnline from the 28th of April until 8th of June. The exam will take place in the form of a presentation and a seminar paper, as described in section 2) above. The presentation day and deadline for seminar-paper submission are announced in section 4) below.

The maximum number of participants is 20. Therefore, if the number of students exceeds the capacity, the places are assigned based on a "first come first serve" rule. Later registration until May 11th, 2023 is possible if maximum number has not been reached.

4 Organisation

The seminar is scheduled to take place in person. In the introductory meeting, we will discuss further organisational issues including formal requirements of the term paper and presentation.

- Introductory meeting: 27/04/2023 at 14hs, room (see e-learning).
- Paper pre-selection:
 - Each student can pre-select a paper of your preference from the list below by sending an email to leandro.navarro@uni-bayreuth.de.
 - * *See the list below to check still available papers for pre-selection. Those already assigned cannot be pre-selected by you.*
 - * *You can send an E-Mail with the pre-selected paper starting from February 1st, 2023.*
 - Deadline for pre-selection of papers: 11/05/2023 at 1pm.
 - Communication of assigned papers:
 - * *I will confirm the paper assignment to each student at most one working day after receiving the E-Mail with the pre-selected paper, but not earlier than April 28th.*
 - * *If the paper chosen by you is already taken by another student, I will communicate it to you and a new paper will have to be pre-selected.*
 - * *If you want to change the paper after it has been assigned to you, you can send an E-Mail to leandro.navarro@uni-bayreuth.de with the proposal of a new paper from the list (that has not been already taken by another student). Changes are possible until June 1st, 2023.*
- Presentations:
 - June 15th, 2023 from 08:30am to 4pm, room (see e-learning).
 - If required by the number of students, a second day on Friday 16h from 08:30 to 4pm would be added.
 - It is mandatory that all seminar participants attend to all the presentations.
- Term-paper:
 - The term paper must be submitted by Turnitin before 30/08/2023 at 1pm.
 - See e-learning for further information on formal requirements on term paper and instructions for submissions on Turnitin.

5 List of Papers for Selection

See e-learning for papers still available.

1. Amiti, M., Itskhoki, O., & Konings, J. (2014). Importers, exporters, and exchange rate disconnect. *American Economic Review*, 104(7), 1942-78.
2. Arellano, C., & Ramanarayanan, A. (2012). Default and the maturity structure in sovereign bonds. *Journal of Political Economy*, 120(2), 187-232.
3. Auer, R. A., & Schoenle, R. S. (2016). Market structure and exchange rate pass-through. *Journal of International Economics*, 98, 60-77.
4. Auer, R. A., Levchenko, A. A., & Sauré, P. (2019). International inflation spillovers through input linkages. *Review of Economics and Statistics*, 101(3), 507-521.
5. Bacchetta, P., & Van Wincoop, E. (2005). A theory of the currency denomination of international trade. *Journal of International Economics*, 67(2), 295-319.
6. Broner, F. A. (2008). Discrete devaluations and multiple equilibria in a first generation model of currency crises. *Journal of Monetary Economics*, 55(3), 592-605.
7. Caballero, R. J., Farhi, E., & Gourinchas, P. O. (2008). An equilibrium model of global imbalances and low interest rates. *American Economic Review*, 98(1), 358-93.
8. Calvo, G. A. (1998). Capital flows and capital-market crises: the simple economics of sudden stops. *Journal of Applied Economics*, 1(1), 35-54.
9. Corsetti, G., Kuester, K., Meier, A., & Müller, G. J. (2013). Sovereign risk, fiscal policy, and macroeconomic stability. *The Economic Journal*, 123(566), F99-F132.
10. Corsetti, G., Martin, P., & Pesenti, P. (2013). Varieties and the transfer problem. *Journal of International Economics*, 89(1), 1-12.
11. Doepke, M., & Schneider, M. (2017). Money as a Unit of Account. *Econometrica*, 85(5), 1537-1574.

12. Forbes, K. J., & Warnock, F. E. (2012). Capital flow waves: Surges, stops, flight, and retrenchment. *Journal of International Economics*, 88(2), 235-251.
13. Ghironi, F., & Melitz, M. J. (2005). International trade and macroeconomic dynamics with heterogeneous firms. *The Quarterly Journal of Economics*, 120(3), 865-915.
14. Goldberg, L. S., & Tille, C. (2008). Vehicle currency use in international trade. *Journal of International Economics*, 76(2), 177-192.
15. Gopinath, G., Itskhoki, O., & Rigobon, R. (2010). Currency choice and exchange rate pass-through. *American Economic Review*, 100(1), 304-36.
16. Gopinath, G., Boz, E., Casas, C., Díez, F. J., Gourinchas, P. O., & Plagborg-Møller, M. (2020). Dominant currency paradigm. *American Economic Review*, 110(3), 677-719.
17. Gopinath, G., & Stein, J. C. (2021). Banking, trade, and the making of a dominant currency. *The Quarterly Journal of Economics*, 136(2), 783-830.
18. Lane, P. R., & Milesi-Ferretti, G. M. (2012). External adjustment and the global crisis. *Journal of International Economics*, 88(2), 252-265.
19. Lyonnet, V., Martin, J., & Mejean, I. (2022). Invoicing currency and financial hedging. *Journal of Money, Credit and Banking*, 54(8), 2411-2444.
20. Rothenberg, A. D., & Warnock, F. E. (2011). Sudden flight and true sudden stops. *Review of International Economics*, 19(3), 509-524.