



# Conference in Honor of James Hamilton

Hosted by  
The Federal Reserve Bank of San Francisco  
in collaboration with

CIREQ

International Association for  
**APPLIED ECONOMETRICS**

Department of Economics

UC San Diego

**September 18–19, 2014**  
**Federal Reserve Bank of San Francisco**  
**San Francisco, California**



*Federal Reserve Bank of San Francisco*  
*101 Market Street, San Francisco, California*

## Thursday, September 18

- 12:00 pm **Lunch** *Market Street Dining Room*
- 1:30 pm **SESSION I**  
**Chair: Òscar Jordà**  
*Federal Reserve Bank of San Francisco and U.C. Davis*
- Welcome remarks** *Yellen Conference Center*
- 1:40 pm **Dynamic Conditional Beta**  
**Rob Engle\*** *New York University*
- 2:25 pm **Estimating Global Bank Network Connectedness**  
**Francis X. Diebold\*** *University of Pennsylvania*  
**Mert Demirer** *MIT*  
**Kamil Yilmaz** *Koç University*
- 3:10 pm *Coffee Break*
- 3:30 pm **Extreme Events and the Fed**  
**Jinill Kim** *Korea University*  
**Francisco Ruge-Murcia\*** *McGill University*
- 4:15 pm **Monetary Policy Uncertainty and Economic Fluctuations**  
**Cynthia Wu\*** *University of Chicago*  
**Drew D. Creal** *University of Chicago*
- 5:00 pm **Reception**  
*Market Street Dining Room*
- 6:00 pm **Conference Dinner**

## Friday, September 19

- 8:30 am **Breakfast** *Yellen Conference Center*
- 9:00 am **SESSION II - Chair: Francisco Ruge-Murcia**  
*McGill University*
- Understanding the Great Recession**  
**Larry Christiano\*** *Northwestern University*  
**Marty Eichenbaum** *Northwestern University*  
**Mathias Trabandt** *Federal Reserve Board*

*(Friday, September 19 continued)*

- 9:45 am **Unemployment and Business Cycles**  
**Larry Christiano** *Northwestern University*  
**Marty Eichenbaum\*** *Northwestern University*  
**Mathias Trabandt** *Federal Reserve Board*
- 10:30 am **Coffee Break**
- 10:45 am **Resolving the Spanning Puzzle in Macro-Finance Term Structure Models**  
**Michael Bauer\*** *Federal Reserve Bank of San Francisco*  
**Glenn Rudebusch** *Federal Reserve Bank of San Francisco*
- 11:30 am **Semiparametric Estimation of Monetary Policy Effects: String Theory Revisited**  
**Joshua Angrist** *MIT*  
**Òscar Jordà\*** *Federal Reserve Bank of San Francisco*  
**Guido Kuersteiner** *University of Maryland*
- 12:15 pm **Lunch** *Market Street Dining Room*
- 1:40 pm **SESSION III - Chair: Michael Bauer**  
*Federal Reserve Bank of San Francisco*
- What the Cyclical Response of Advertising Reveals about Markups and other Macroeconomic Wedges**  
**Robert Hall\*** *Stanford University*
- 2:25 pm **The Real Exchange Rate, Real Interest Rates, and the Risk Premium**  
**Charles Engel\*** *University of Wisconsin*
- 3:10 pm **Coffee Break**
- 3:30 pm **The Two Greatest, Great Moderation vs. Great Recession**  
**Gabriel Pérez-Quirós\*** *Bank of Spain*
- 4:15 pm **Equivalence between Out-of-Sample Forecast Comparisons and Wald Statistics**  
**Peter Hansen\*** *European University Institute*  
**Allan Timmermann** *UCSD*
- 5:00 pm **Adjourn**

\* Presenters