



Leibniz-Institut für  
OST- UND SÜDOST-  
EUROPAFORSCHUNG

# 11<sup>th</sup> FIW-Research Conference 'International Economics' Programme

29-30 November 2018

WIFO

Austrian Institute of Economic Research  
Arsenal, Object 20 1030 Vienna

## Scientific Board

FIW: Fritz Breuss und Robert Stehrer

University of Vienna: Alejandro Cunat

WU Vienna: Harald Badinger

IOS Regensburg: Richard Frensch

University of Economics Bratislava: Mikulas Luptacik

Ifo institute: Gabriel Felbermayr

MTA KRTK: Balázs Muraközy

University of Ljubljana: Jože P. Damijan

Universita di Bologna: Gaetano A. Minerva



 Bundesministerium  
Bildung, Wissenschaft  
und Forschung



JOHANNES KEPLER  
UNIVERSITÄT LINZ | JKU

## 11<sup>th</sup> FIW Research Conference 'International Economics'

**Date:** November 29-30, 2018 (Thursday from 9.30 a.m. to 7.00 p.m. and Friday from 9.00 a.m. to 1.00 p.m.)

**Venue:** WIFO, Austrian Institute of Economic Research  
Arsenal, Object 20, 1030 Vienna

### Conference Programme Outline:

The Research Centre International Economics - FIW invites to its 11<sup>th</sup> Research Conference 'International Economics'.

The main objective of the conference is to provide a platform for economists working in the field of 'International Economics' in Austria and its neighbouring countries to present recent research as well as to discuss current policy.

Recent working papers from both young researchers – i.e. Ph.D. students, post-graduate students, young faculty members etc. – and established senior researchers will be presented during **parallel sessions** focusing on one topic of 'International Economics'.

### We aim at completing our programme with policy-oriented contributions:

- 29 November 2018, 5:00 p.m.: Keynote lecture

**Prof. Rolf J. Langhammer** (Ifw Kiel):

**The Multilateral Trading Order under Stress: Tendencies, Triggers and Therapies**

- 29 November 2018, 5:45 p.m.: Policy Panel:  
**„Trade Policy in Times of Trump – Challenges for the EU“.**  
Participants:

**Moderation: Harald Badinger** (WU Vienna)

**Rolf J. Langhammer** (Ifw Kiel)

**Susanne Schrott** (Austrian Economic Chambers)

**Trevor D. Traina** (Ambassador, Embassy of the United States of America)

**Jörg Wojahn** (Representation of the European Commission in Austria)

### Organizing Institutions:

The 11<sup>th</sup> FIW-Research Conference 'International Economics' is jointly organized by FIW, the Institute for East and Southeast European Studies (IOS) Regensburg, the ifo institute, the University of Ljubljana, the Università di Bologna, University of Economics Bratislava and the Hungarian Academy of Sciences (MTA KRTK).

The Research Centre International Economics FIW is a project of WIFO, wiiw and WSR on behalf of the Federal Ministry for Digital and Economic Affairs. The FIW cooperation with the Vienna University of Economics and Business, the University Vienna, the Johannes Kepler University Linz and the University of Innsbruck is supported by the Federal Ministry of Education, Science and Research.

Questions may be addressed to [fiw-pb@fiw.ac.at](mailto:fiw-pb@fiw.ac.at) or [alexander.hudetz@wifo.ac.at](mailto:alexander.hudetz@wifo.ac.at).

The conference programme will be published on <https://fiw.ac.at>.

Attendance of the FIW Research Conference is free. The conference language is English.



**Thursday, November 29, 2018**

Session	Room	Time	Chair
Registration	Ground floor	09:00 – 09:45	
Opening Remarks	Großer Sitzungssaal	10:00 – 10:15	Christoph Badelt (WIFO) Elmar Pichl (BMBWF)
Session 1a: FDI	Zubau	10:15 – 11:45	Breuss
Session 1b: Macro I	Kleiner Sitzungssaal	10:15 – 11:45	Maroof
Coffee break	Ground floor	11:45 – 12:15	
Session 2a: Macro II	Zubau	12:15 – 13:45	Tondl
Session 2b: Labour Market Implications	Kleiner Sitzungssaal	12:15 – 13:45	Längle
Lunch Break	Ground floor	13:45 – 15:00	
Session 3a: WTO	Zubau	15:00 – 16:30	Frensch
Session 3b: Global Value Chains	Kleiner Sitzungssaal	15:00 – 16:30	Njike
Coffee Break		16:30– 17:00	
<b>Keynote Prof. Rolf Langhammer (Ifw Kiel) The Multilateral Trading Order under Stress: Tendencies, Triggers and Therapies</b>	<b>Großer Sitzungssaal</b>	<b>17:00 – 17:45</b>	<b>Oberhofer (WIFO/ WU Vienna)</b>
<b>Policy Panel „Trade Policy in Times of Trump – Challenges for the EU</b>	<b>Großer Sitzungssaal</b>	<b>17:45 – 18:45</b>	<b>Harald Badinger (WU Vienna)</b>
Conference Dinner	CAMPUS BRÄU, Wiedner Gürtel 1, 1100 Vienna	19:00	



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**Friday, November 30 2018**

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<b>Session</b>	<b>Room (Building)</b>	<b>Time</b>	<b>Chair</b>
Session 4a: Gravity applications	Zubau	09:15 – 10:45	Pfaffermayr
Session 4b: Catastrophes	Großer Sitzungssaal	09:15 – 10:45	Lackner
Coffee Break	Ground floor	10:45 – 11:15	
Session 5a: Micro/ Trade policy	Zubau	11:15– 12:45	Schwab
Session 5b: Environment	Großer Sitzungssaal	11:15 – 12:45	Wanner
<b>Award Ceremony</b>	<b>Großer Sitzungssaal</b>	<b>12:45 – 13:00</b>	<b>Breuss</b>
<b>End of conference</b>			

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**10:00 – 10:15: Opening Remarks**

**Christoph Badelt** (Austrian Institute of Economic Research)

**Elmar J Pichl** (Austrian Federal Ministry of Education, Science and Research)



## Session 1a – Foreign Direct Investments

Room: Zubau (1<sup>st</sup> floor)

Time: 10:15 – 11:45

- 10:15 **Marta Bisztray** (Hungarian Academy of Sciences – CERS-HAS)  
**The effect of FDI on local suppliers: Evidence from Audi in Hungary**
- 10:45 **Zenathan Hasannudin** (University of Paris 1 Pantheon-Sorbonne)  
**FDI Reforms in Service Sectors and Skill Premium: Firm Level Evidence from Indonesia**
- 11:15 **Nevine El-Mallakh** (University of Paris 1 Panthéon-Sorbonne, Centre d'Économie de la Sorbonne (CES))  
**Complementary between FDI and trade policies: Evidence from India**

## Session 1b – Macro I

Room: Kleiner Sitzungssaal (3<sup>rd</sup> Floor)

Time: 10:15 – 11:45

- 10:15 **Makram Khalil** (Deutsche Bundesbank)  
**Global Value Chain Participation and Exchange Rate Pass-Through**
- 10:45 **Kyung In Hwang** (University of Nottingham)  
**Tariffs, Retailers, and Consumer Prices**
- 11:15 **Shazmeen Maroof** (University of Strathclyde)  
**Assessing the Impact of China's Aid on World Bank Conditionality**



## Session 2a – Macro II

Room: Zubau (1<sup>st</sup> floor)

Time: 12:15 – 13:45

12:15 **Timm M. Prein** (University Konstanz)

*Persistent Unemployment, Sovereign Debt Crises, and the Impact of Haircuts*

12:45 **Oliver Picek** (Vienna University of Economics and Business)

*The relevance of unit labor costs for exports in the Euro Area*

13:15 **Gabriele Tondl** (Vienna University of Economics and Business)

*Global Factors Driving Inflation and Monetary Policy*

## Session 2b – Labour Market Implications

Room: Kleiner Sitzungssaal (3<sup>rd</sup> Floor)

Time: 12:15 – 13:45

12:15 **Xi Chen** (STATEC Research, Luxembourg)

*Implications of Firm Heterogeneity for Offshoring, Wage and employment*

12:45 **Sarah Schröder** (University of Edinburgh)

*Heterogeneous Globalisation, Labour Market Rigidities and Wage Inequality*

13:15 **Katharina Längle** (Paris School of Economics - Université Paris 1 Panthéon Sorbonne)

*Offshoring: What Pushes Workers Out of the Game? Evidence from Global Value Chains*



**Session 3a – WTO**

**Room: Zubau (1<sup>st</sup> floor)**

**Time: 15:00 – 16:30**

15:00 **Adam Jakubik** (World Trade Organization)

***Taming Protectionism: How WTO Commitments Shape Responses to Import Shocks***

15:30 **Philipp Herkenhoff** (University Mainz)

***The International Organization of Production in the Regulatory Void***

16:00 **Richard Frensch** (IOS Regensburg)

***World Trade and Endogenous Rule of Law: Size and pattern effects***

**Session 3b – Global Value Chains**

**Room: Kleiner Sitzungssaal (3<sup>rd</sup> floor)**

**Time: 15:00 – 16:30**

15:00 **Tran Lam Anh Duong** (University of Tsukuba)

***The Impact of Technology Level on Global Value Chain Formation***

15:30 **Mehmet Cemil Simsek** (Karamanoglu Mehmetbey University, Turkey)

***International Technology Transfer and Productivity in the Turkish Automotive Parts Industry***

16:00 **Arnold Njike** (Université Paris Dauphine, PSL Research University)

***Trade in value-added and the welfare gains of global value chain***



### Keynote Lecture

Room: Großer Sitzungssaal (Ground Floor)

Time: 17:00 – 17:45

- Prof. Rolf J. Langhammer (Ifw Kiel)

**The Multilateral Trading Order under Stress: Tendencies, Triggers and Therapies**

**Policy Panel „Trade Policy in Times of Trump – Challenges for the EU“**

Room: Großer Sitzungssaal (Ground Floor)

Time: 17:45 – 18: 45

Participants:

**Moderation: Harald Badinger** (WU Vienna)

**Rolf J. Langhammer** (IfW Kiel)

**Susanne Schrott** (Austrian Economic Chambers)

**Trevor D. Traina** (Ambassador, Embassy of the United States of America)

**Jörg Wojahn** (Representation of the European Commission in Austria)





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Friday, November 30th 2018

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**Session 4a – Gravity applications**

**Room: Zubau (1<sup>st</sup> Floor)**

**Time: 09:15 – 10:45**

09:15 **Mahdi Ghodsi** (wiiw)

*How technical barriers to trade stimulate foreign direct investment? Evidence from Central, East and Southeast Europe*

09:45 **Amat Adarov** (wiiw)

*Eurasian Economic Integration: Impact Evaluation Using the Gravity Model and the Synthetic Control Methods*

10:15 **Michael Pfaffermayr** (University Innsbruck, WIFO)

*Trade Creation and Trade Diversion of Economic Integration Agreements Revisited: A Constrained Panel Pseudo-Maximum Likelihood Approach*

**Session 4b – Shocks and Trade (Catastrophes)**

**Room: Grosser Sitzungssaal (Ground Floor)**

**Time: 09:15 – 10:45**

09:15 **Artem Kochnev** (Johannes Kepler University and University of Innsbruck)

*Dying Light: War and Trade of the Separatist-Controlled Areas of Ukraine*

09:45 **Hoda Assem** (Paris School of Economics)

*Trade and civil conflicts*

10:15 **Stephanie Lackner** (Princeton University)

*Earthquakes and Economic Growth*



Session 5a – Micro/Trade Policy

Room: Zubau (1<sup>st</sup> Floor)

Time: 11:15– 12:45

11:15 **Lorenzo Rotunno** (Aix-Marseille School of Economics, GREQAM)

*Weight gains from trade in foods: Evidence from Mexico*

11:45 **Martin Falk** (WIFO)

*Exports, R&D and Labour Productivity in small and medium-sized firms*

12:15 **Thomas Schwab** (ZEW)

*Thinking Outside the Box: The Cross-border Effect of Tax Cuts on R&D*

Session 5b – Trade and Environment

Room: Großer Sitzungssaal (Ground Floor)

Time: 11:15– 12:45

11:15 **Cornelius Hirsch** (WIFO)

*Water Resources as Determinants for Foreign Direct Investments in Land - A Gravity Analysis of Foreign Land Acquisitions*

11:45 **Mark Sommer** (WIFO)

*Consumption vs. Production Based CO2 Pricing Policies: Macroeconomic Trade-Offs and Carbon Leakage*

12:15 **Joschka Wanner** (University Bayreuth)

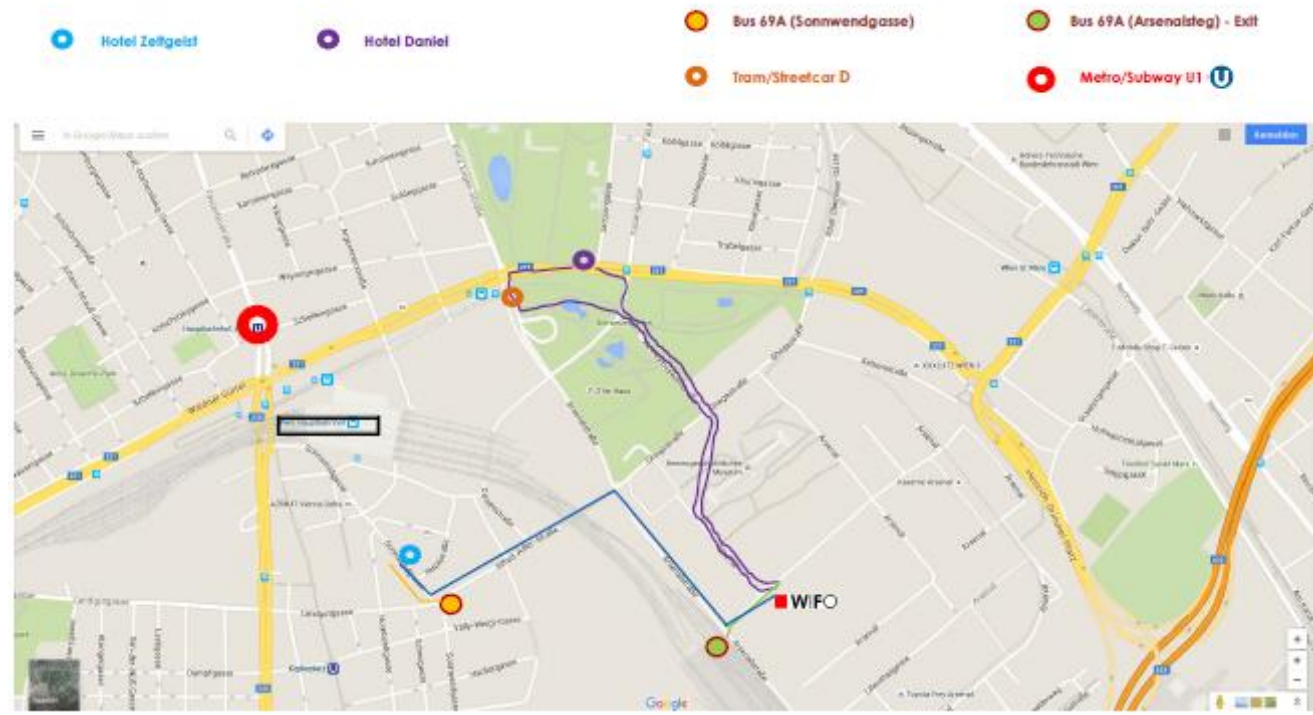
*Trade, Fossil Fuel Supply, and Leakage: The Consequences of Unilateral Withdrawals from the Paris Agreement*

12:45 Award Ceremony: Best Paper Award 2018, Young Economist Award 2018



END OF CONFERENCE

Venue:  
WIFO  
Austrian Institute of Economic Research  
Arsenal, Object 20  
1030 Vienna



- way to walk (Hotel Zeitgeist to Bus 69A) appr. 2-4 minutes
- way to walk (Hotel Zeitgeist to WIFO) appr. 15-20 minutes
- way to walk (Hotel Daniel to WIFO) appr. 15-20 minutes
- way to walk (Arsenalsteg to WIFO) appr. 2-3 minutes

