



# 7<sup>th</sup> FIW-Research Conference „International Economics“

December 12-13, 2014

WU (Wirtschaftsuniversität Wien)  
Vienna University of Economics and Business  
Welthandelsplatz 1  
1020 Vienna, Austria



Friday, December 12<sup>th</sup> 2014

Session	Room	Time	Chair
Registration	Executive Academy	08:00 – 08:30	
Opening Remarks	Executive Academy	<b>08:45 – 9:00</b>	Rector Christoph Badelt, Harald Badinger, Manfred Schekulin
Session 1a: FDI I	Sitzungssaal 1, building AD	<b>09:30 – 11:00</b>	Roman Stöllinger
Session 1b: New Trade Theory I	Sitzungssaal 2, building AD	<b>09:30 – 11:00</b>	Jôze Damijan
Session 1c: Trade & Development	CANCELLED		
Coffee break	<b>building AD</b>	<b>11:00 – 11:15</b>	
Session 2a: Trade Policy	Sitzungssaal 1, AD	<b>11:15 – 12:45</b>	Sergey Nigai
Session 2b: International Finance	Sitzungssaal 2, AD	<b>11:15 – 12:45</b>	Judit Temesvary
Session 2c: Monetary Policy	Sitzungssaal 6, AD	<b>11:15 – 12:45</b>	Jürgen Jerger
FIW Award Winners	Sitzungssaal 1, AD	<b>13:00 – 13:30</b>	Fritz Breuss
Lunch break	<b>WU Mensa, building TC</b>	<b>13:30 – 14:30</b>	
Session 3a: FDI II	Sitzungssaal 1, AD	<b>14:45 – 16:15</b>	Jôze Damijan
Session 3b: Globalization	Sitzungssaal 2, AD	<b>14:45 – 16:15</b>	Thomas Bernhardt
Session 3c: International Macro	Sitzungssaal 6, AD	<b>14:45 – 16:15</b>	Carolina Lennon
Coffee break	<b>building AD</b>	<b>16:15 – 16:30</b>	
Session 4 (Plenary Session)	<b>Festsaal 1, building LC</b>	<b>16:45 – 17:45</b>	Michael Landesmann
Award Ceremony	<b>Festsaal 1, building LC</b>	<b>17:45 – 18:00</b>	Michael Landesmann
Keynote Prof. Elhanan Helpman	<b>Festsaal 1, building LC</b>	<b>18:00 – 19:00</b>	Michael Landesmann
Conference Dinner (optional)	@ “Das Campus”		



**Saturday, December 13th 2014**

Session	Room	Time	Chair
<b>Session 5a: Trade &amp; Conflicts</b>	Sitzungssaal 1, AD	<b>09:15 – 10:45</b>	Alexander Tarasov
<b>Session 5b: Trade in Services</b>	Sitzungssaal 2, AD	<b>09:15 – 10:45</b>	Michael Pfaffermayr
<b>Session 5c: New Trade Theory II</b>	Sitzungssaal 6, AD	<b>09:15 – 10:45</b>	Peter Egger
<b>Coffee break</b>	<b>Building AD</b>	<b>10:45 – 11:15</b>	
Panel discussion: 'Economics of Sanctions'	<b>Festsaal 2, building LC</b>	<b>11:30 – 12:45</b>	Fritz Breuss
<b>End of Meeting</b>			

Friday, December 12, 2014

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Room: EA Executive Academy, ground floor

08:00 – 08:30: Registration

08:45 – 09:00: Opening Remarks

Speeches by Rector Christoph Badelt (WU), Harald Badinger (WU), Manfred Schekulin (BMWF)

**Session 1a – FDI I (9:30 – 11:00)**

Room: Sitzungssaal 1, AD (ground floor)

Chair: Roman Stöllinger (wiiw)

09:30 **Anna Gumpert (University of Munich)**

*“The organization of knowledge in multinational firms “*


10:00 **Julian Donaubauer (Helmut Schmidt University Hamburg)**

*“A New Global Index of Infrastructure: Construction, Rankings and Applications”*

10:30 **Roman Stöllinger (wiiw)**

*“Agglomeration and international linkages in the location choices of European foreign direct investors”*

**Session 1b – New Trade Theory I (9:30 – 11:00)**

Room: Sitzungssaal 2, AD (ground floor) 

Chair: Jôze Damijan (University of Ljubljana)

09:30 **Sotiris Blanas (IRES, UCLouvain)**

*“Foreign affiliates with and without intra-firm trade: Evidence from sub-Saharan Africa”*

10:00 **Ander Laugesen (Aarhus University)**

*“Monotone Comparative Statics for the Industry Composition”*

10:30 **Florian Unger (University of Munich)**

*“Credit constraints, endogenous innovations, and price setting in international trade”*

**Session 1c – Trade & Development (9:30 – 11:00)**

**CANCELLED**

09:30 **Phillipp Hühne (Helmut Schmidt University Hamburg) - CANCELLED**

*“Aid for Trade: Assessing the Effects on Recipient Exports of Manufacturing Primary Commodities to Donors and Non-Donors “*


10:00 **Mahinda Wijesiri - CANCELLED**

*“Efficiency of microfinance institutions in Sri Lanka: A two-stage double bootstrap DEA approach”*

10:15 **Igor Makarov (National Research University Higher School of Economics - Moscow)**

*“Carbon emissions embodied in Russia's Trade” – NEW SCHEDULE: Saturday 10:45 (Sitzungssaal 1)*

### Session 2a – Trade Policy (11:15-12:45)

Room: Sitzungssaal 1, AD (ground floor) 

Chair: Sergey Nigai (ETH Zurich/KOF/CESifo)

11:15 **Erdal Yalcin (CESifo and Ifo Institute)**

*“Export Market Risk and the Role of State Credit Guarantees”*


11:45 **Matthias Beestermöller (University of Munich)**

*“A Dissection of Trading Capital: Cultural persistence of trade in the aftermath of the fall of the Iron Curtain”*

12:15 **Sergey Nigai (ETH Zurich)**

*“Costs of Isolation: Trade Costs and the Growth of World Trade”*

### Session 2b – International Finance (11:15– 12:45)

Room: Sitzungssaal 2, AD (ground floor) 

Chair: Judit Temesvary (Hamilton College)

11:15 **Goncalo Pina (Santa Clara University)**

*“Financial Reforms, Savings and Growth “*

11:45 **Jesus Otero (Universidad del Rosario – Bogotá)**

*“A pairwise-based approach to examine the Feldstein-Horioka condition of international capital mobility”*

12:15 **Judit Temesvary (Hamilton College)**

*“Regulatory arbitrage in U.S. banks’ international lending flows”*

### Session 2c – Monetary Policy (11:15-12:45)

Room: Sitzungssaal 6, AD (ground floor) 

Chair: Jürgen Jerger (IOS Regensburg/University Regensburg)

11:15 **Vincent Bignon (Banque de France)**

*“Currency Union with and without Banking Union“*


11:45 **Makram Khalil (University of Vienna)**

*“Global Oil Prices, Recessions and Monetary Policy: the Role of Nontradeables“*

12:15 **Dominik Groll (Kiel Institute for the World Economy)**

*“Monetary Policy as an Optimum Currency Area Criterion“*

### Honory Session– FIW Award Winner (13:00-13:30)

Room: Sitzungssaal 1, AD (ground floor) 

Chair: Fritz Breuss (FIW/WIFO), Bernadette Gierlinger (BMWFV), Günther Burkert (BMWFV)

13:00 **Anna Pauls (University of Oslo)**


Master Thesis *“Offshoring and Manufacturing Wages in sub-Saharan African Countries*

13:15 **Julia Grübler (wiiw)**

Master Thesis *“European Trade Preferences facing the New Millennium“*

### LUNCH BREAK – WU Mensa, Building TC

### Session 3a – FDI II (14:45-16:15)

Room: Sitzungssaal 1, AD (ground floor) 

Chair: Jôze Damijan (University of Ljubljana)

14:45 **Jakob Schwab (University Mainz)**

*“Reaping the Gains: Specialization and Capital Flows”*

15:15 **Lian Allub (European University Institute - Florence)**

*“Asymmetric Effects of Trade and FDI”*

15:45 **Michele Imbruno (IMT Lucca and GEP)**

*“Firm efficiency and Input market integration: Trade versus FDI”*

### Session 3b – Globalization (14:45-16:15)

Room: Sitzungssaal 2, AD (ground floor) 

Chair: Thomas Bernhardt (UNIDO)

14.45 **Sandra Hanslin (Swiss National Bank)**

*“A dynamic north-south model of demand-induced product cycles “*

15:15 **Giula Felber (University of Basel)**

*“Maritime Transport Costs, Economic Activity and Air Pollution: The Case of China and the EU”*

15:45 **Thomas Bernhardt (UNIDO)**

*“Economic and Social Upgrading Dynamics in Global Manufacturing Value Chains: A Comparative Analysis”*



### Session 3c – International Macro (14:45-16:15)

Room: Sitzungssaal 6, AD (ground floor) 

Chair: Carolina Lennon (WU)

14:45 **Klaus Prettner (Vienna University of Technology)**

*“Trade and Productivity: The Family Connection Redux”*


15:15 **Ioannis Bournakis (Middlesex University)**

*“Identifying and Measuring the Growth Effect of Knowledge Spillovers at Industry Level”*

15:45 **Carolina Lennon (WU)**

*“Income Volatility: Whom you trade with matters*

### Session 4 – Plenary Session (16:45 – 17:45)

Room: Festsaal 1 (LC, Ground Floor) 

Chair: Michael Landesmann (wiiw/JKU Linz)

16:45 **Michael Irlacher (University of Munich)**

*“Product versus Process: Innovation Strategies of Multi-Product Firms “*

17:15 **Enrico Mallucci (London School of Economics)**

*“Domestic Debt and Sovereign Defaults”*

17:45 **Conference Awards Ceremony**

Chair: Christian Helmenstein (Federation of Austrian Industry)

**Keynote Lecture – Plenary Session (18:00)**

**Prof. Elhanan Helpman (Harvard University)**

“Trade & Inequality”

**Conference Dinner @ ‘Das Campus’**

**Saturday, December 13, 2014**

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**Session 5a – Trade & Conflicts (09:15-10:45)**

Room: Sitzungssaal 1, AD (ground floor)

Chair: Alexander Tarasov (University of Munich)

09:15 **Alexander J. Moore (London School of Economics)**

“Conflicts, Transport Costs and Trade “

09:45 **David DeRemer (Hungarian Academy of Sciences)**

“Suspiciously Timed Trade Disputes”

10:15 **Alexander Tarasov (University of Munich)**

“Trade Costs, Conflicts, and Defense spending”

10:45 **Igor Makarov (National Research University Higher School of Economics - Moscow)**

“Carbon emissions embodied in Russia's Trade”

### Session 5b – Trade in Services (09:15-10:45)

Room: Sitzungssaal 2, AD (ground floor) 

Chair: Michael Pfaffermayr (University Innsbruck)

09:15 **Matteo Fiorini (European University Institute - Florence)**

*“The Political Economy of Service Trade Agreements “*

09:45 **Sergey Kichko (National Research University Higher School of Economics – St. Petersburg)**

*“Trade liberalization and markup divergence: a general equilibrium approach”*

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

*“Decomposing Service Exports Adjustments along the Intensive and Extensive Margin at the Firm-Level”*

### Session 5c – New Trade Theory(09:15-10:45)

Room: Sitzungssaal 6, AD (ground floor) 

Chair: Peter Egger (ETH Zurich/CEPR/CESifo/GEP/WIFO)

09:15 **Benedikt Heid (University of Bayreuth)**

*“International Trade and Unemployment: A Quantitative Framework “*

09:45 **Davide DeSuverato (University of Munich)**

*“The Stolper-Samuelson Theorem when the Labor Market Structure Matters”*

10:15 **Peter Egger (ETH Zurich/CEPR/CESifo/GEP/WIFO)**

*“Structural Gravity with Dummies Only. Constrained ANOVA-type Estimation of Gravity Panel Data Models”*

## Panel Discussion – The Economics of Sanctions (11:30-12:45)

Room: Festsaal 2; LC (ground floor) 

Moderation: Fritz **Breuss** (FIW/WIFO)

### Participants:

Prof. Gary Clyde **Hufbauer** (Peterson Institute for International Economics, Washington, D.C.)

Kees Teunis **Smit Sibinga** (Sanctions Policy Division, European External Actions Service, Brussels)

Oliver **Fritz** (WIFO)

Vasily **Astrov** (wiiw)

Mahdi **Ghods** (wiiw)

### End of Meeting

## General Information

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- Attendance of the FIW Research Conference is free.
- Conference language is English.
- We calculate 20 minutes for each Presentation and 10 minutes for discussion.


## Venue


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### WU (Wirtschaftsuniversität Wien) Vienna University of Economics and Business


Welthandelsplatz 1  
1020 Vienna, Austria

All rooms at WU are coded as:  
Building.Floor.Room Number (i.e. LC.0.132)

 **Registration**  
Executive Academy (EA),  
Room EA.0.024 (EA foyer)

 **Opening Remarks**  
Room EA.0.024 (EA foyer)

 **Honorary Session**  
AD, Room AD.0.114 (Sitzungssaal 1)

 **Plenary Session & Keynote Lecture**  
Learning Center (LC),  
Room LC.0.110 (Festsaal 1)

 **Panel Discussion**  
LC, Room LC.0.132 (Festsaal 2)

### Parallel Sessions


 take place in Building AD (Entrance B):

Rooms:  
AD.0.114 (Sitzungssaal 1)  
AD.0.122 (Sitzungssaal 2)  
AD.0.090 (Sitzungssaal 6)


### Coffee Break

 AD (Entrance B), ground floor

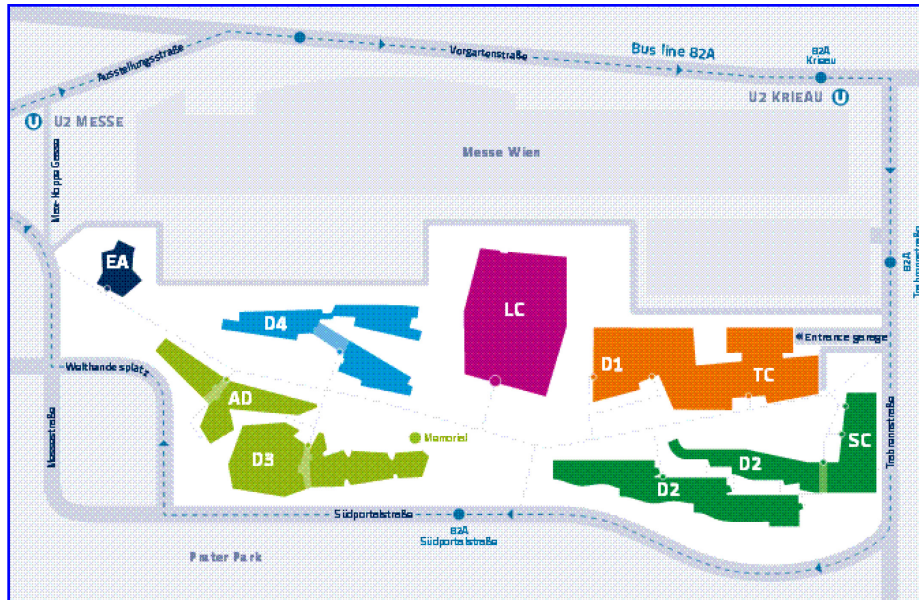
### Lunch

 Mensa, TC, ground floor

### Conference Dinner

 'Das Campus', Campus WU, D2  
Welthandelsplatz 1, 1020 from Campus WU)  
Tel. +43 1 729 74 20  
[www.dascampus.at](http://www.dascampus.at)

## Venue Map & how to get there



### BY PUBLIC TRANSPORTATION

Campus WU is located between the two U2 subway stations Messe-Prater and Krieau. The Library & Learning Center is roughly the same distance from each of the two subway stations (a 5–10 minutes walk).

Bus line 82A (Krieau, Trabrennstraße and Südportalstraße) and streetcar line 1 (Prater Hauptallee) also stop close to Campus WU.

### BY CAR

The underground parking garage is located under the main boulevard running through the campus. The entrance to the garage is on Trabrennstraße.

### Address:

Welthandelsplatz 1, 1020 Vienna, Austria