

**UNIVERSITY OF CRETE  
DEPARTMENT OF ECONOMICS**

**4<sup>TH</sup> CONFERENCE ON MACROECONOMIC  
ANALYSIS  
AND INTERNATIONAL FINANCE**

**CONFERENCE PROGRAMME**

**RETHYMNO  
25-28 MAY 2000**

## ***1<sup>st</sup> Day 25<sup>th</sup> May 2000***

**Time: 18:30-20:30** Registration at the Department of Economics

**Time: 21:00** Welcome Reception-Dinner at Campus Restaurant

## ***2<sup>nd</sup> Day 26<sup>th</sup> May 2000***

### **Morning Session 9:15-10:45**

#### **PLENARY SESSION I: MAIN AMPHITHEATER**

**Pierre-Richard Agénor**, World Bank, *“The Causes of Banking Crises: What do we Know?”*

**10:45-11:00:** Coffee Break

#### **11:00-13:30**

##### ***Parallel Session A***

Lecture Room B1-26

**Macroeconomic Theory**

**Chair Michael Haliassos**

- **Mariassunta Giannetti**  
Banca di Italia  
**Old and New Financial Crises: Financial Development, Speculative Attacks and Business Cycles in an Incomplete Participation Model**
- **Jérôme Authier**  
University of LIMOGES  
**Technical Progress, Employment and Social Security**
- **Lilia Cavallari**  
Università di Roma La Sapienza  
**Inflation and openness with non-atomistic wage setters**
- **Michael Haliassos**  
University of Cyprus  
**Alexander Michaelides**  
University of Cyprus  
**Portfolio Choice and Liquidity Constraints**

#### **11:00-13:30**

##### ***Parallel Session B***

Lecture Room B1-29

**International Financial Markets**  
**Chair Keith Cuthbertson**

- **Jamel Tabelsi**  
BETA-Université Louis Pasteur  
**Sidiropoulos M.**  
BETA-Université Louis Pasteur  
**The Stock Markets and Exchange Rate Volatilities**
- **Christos Grambovas**  
UMIST  
**Exchange Rate Volatility and Equity Markets: Evidence from Emerging Markets**
- **Arielle Beyaert**  
**Juan José Pérez Castejón**  
Universidad de Murcia, Spain  
**Rational Expectations and Switching Regime Models. Theory and Application to the Term Structure of Interest Rates**
- **Dirk Nitzsche**  
Imperial College  
**Keith Cuthbertson**  
Management School  
**Long Rates, Risk Premia And The Over-Reaction Hypothesis**

**11:00-13:30**

***Parallel Session C***

Lecture Room A2-2

**Greek Economy**

**Chair Dr Michael G. Arghyrou**

- **Alexander Panethimitakis**  
University of Athens  
**E. Athanassiou,**  
University of Athens  
**S. Zografakis**  
University of Athens  
**Structural Change in Greece, 1988-1994.**
- **George Agiomirianakis**  
City University  
**Dimitrios Asteriou**  
City University  
**Human Capital and Economic Growth: Time Series Evidence from Greece**
- **Nick Horsewood**  
University of Birmingham

## **An Analysis of Bilateral Greek exports: Insights in Relation to European Monetary Union**

- **Michael G. Arghyrou**

Brunel University

**Strong Currency Policy and Economic Fundamentals: The Drachma Devaluation of March 1998**

**13:30-14:30**

Lunch at Campus Restaurant

## **Afternoon Session 14:30-16:00**

### **PLENARY SESSION II: MAIN AMPHITHEATER**

**Professor Michael R. Wickens**, University of York, *“Modeling Asset Returns: Why standard time series models are inappropriate”*

**16:00-16:15:** Coffee Break

## **Evening Session**

**16:15-18:45**

### ***Parallel Session D***

Lecture Room B1-26

### **Open Economy Macro**

**Chair Stilianos Fountas**

- **Fotios Chronis**  
University of Piraeus  
**Indicators Of Currency Crises**
- **Nikos Apergis**  
University of Ioannina  
**Yiannis Karagiannis**  
University of Ioannina  
**TFP and Monetary Policy: Are any Danger for the Real Business Cycle Model?**
- **Michael Bolle**  
**Michael Neugart**  
Freie Universität Berlin  
**How will the single currency shape Europe?**
- **Stilianos Fountas**  
National University of Ireland  
**Agapitos Papagapitos**  
University of St. Thomas, USA

## **The Monetary Transmission Mechanism: Evidence and Implications for European Monetary Union**

**16:15-18:45**

### ***Parallel Session E***

Lecture Room B1-29

### **Empirical Models**

**Chair Moï se G. Sidiropoulos**

- **Annie Corbin**  
G.R.A.P.E.  
University Montesquieu Bordeaux IV  
**The Country Financial Size Effect in the Feldstein-Horioka Paradox: an Econometric panel Data Analysis**
- **Stephen Nickell**  
Center of Economic Performance, London School of Economics and  
**Luca Nunziata**  
Nuffield College Oxford  
**Employment Patterns in OECD Countries**
- **Yasuyuki Sawada,**  
University of Tokyo  
**Pan a. Yotopoulos**  
Stanford University  
**Currency Substitution, Speculation, and Financial Crises: Theory and Empirical Analysis**
- **Athanasios P. Papadopoulos**  
University of Crete  
**Moï se G. Sidiropoulos**  
Université Louis Pasteur and BETA-Theme Strasbourg  
**Central bank independence, exchange rate policy and inflation persistence  
Empirical Evidence on Selected EMU Countries.**

**16:15-18:45**

### ***Parallel Session F***

Lecture Room A2-2

### **Greek Economy**

**Chair George Hondroyiannis**

- **Andreou Maria**  
National Bank of Greece  
**Testing for a bubble in Athens Stock Exchange**
- **Argyro Moudatsou**  
TEI Herakeion  
**Foreign Direct Investment-Foreign Technology and Labour Productivity in Greek Manufacturing Sector, 1981-1991**

- **George Hondroyiannis**  
Bank of Greece, and Harokopio University
- **Evangelia Papapetrou**  
Bank of Greece, and University of Athens
- **Stock Market Returns and Macro-economic Activity in Greece**

### **3<sup>rd</sup> Day 27<sup>th</sup> May 2000**

#### **Morning Session 9:15-10:45**

##### **PLENARY SESSION III: MAIN AMPHITHEATER**

**Professor Costas Azariadis**, University of California Los Angeles, *“Excess Volatility Puzzles”*

**10:45-11:00:** Coffee Break

**11:00-13:30**

*Parallel Session G*

Lecture Room B1-26

**Open Economy Macro**

**Chair Ugo Marani**

- **Sylvie Duchassaing** and **Laurent Gagnol**  
B.E.T.A. Theme Pole Europeen de Gestion et d'Economie  
**Central Bank credibility and debt accumulation under EMU: empirical evidences**
- **George D. Demopoulos**  
Athens University of Economics and Business  
**George-Marios Aggeletos**  
Athens University of Economics and Business  
**In and Out The Monetary Union: Costs and Dynamics of Economic Convergence**
- **Sophocles Brissimis**  
University of Pireus and Bank of Greece  
**Frangisca Voumvaki**  
Athens University of Economics and Business  
**Dimitrios Sideris**  
University of Crete and Bank of Greece  
**Testing Long Run Purchasing Power Parity under Exchange Rate Targeting**
- **Ugo Marani**  
University of Naples  
**The Monetary Policy of the European Central Bank and the Euro-Dollar Exchange Rate**

**11:00-13:30**

***Parallel Session H***

Lecture Room B1-29

**Empirical Models**

**Chair Nikos Apergis**

- **Nick Laopodis**  
Business Administration Division  
Villa Julie College  
**Stochastic behavior of EMS and non-EMS Deutsche mark Exchange Rates**
- **Kostas Mouratidis**  
University of Birmingham  
**Is Asymmetry a real problem for the EMU? How desirable and restrictive will be EMU for Greece**
- **Nikos Apergis**  
University of Ioannina  
**Are monetary decisions optimal? Evidence from conditional output and inflation volatilities and a policy frontier**

**11:00-13:30**

***Parallel Session I***

Lecture Room A2-2

**Developing and Transition Economies**

**Chair Christos Papazoglou**

- **David T. Owyong**  
Department of Economics, National University of Singapore  
**Bank Deregulation and Capital Controls Liberalization in a Financially Repressed Economy**
- **Spyros Spyrou**  
University of Durham  
**Stock and Credit Market Expansion and Economic Development in Emerging Markets: Further Evidence Utilising Cointegration Analysis**
- **Dmitry Chistlin**  
Ukraine Academy of Science  
**Problems of self organization in the transition economies**
- **Christos Papazoglou**  
University of Crete and Bank of Greece  
**Inflation and Real Exchange Rate Dynamics under Transition**

**13:30-14:30**

Lunch at Campus Restaurant

## Afternoon Session

**14:30-16:00**

### ***Parallel Session J***

Lecture Room B1-26

### **Macroeconomic Theory**

**Chair Rainer Frey**

- **Nicholaos Yannacopoulos**  
University of Piraeus  
**Yannacopoulos A. N**  
**Spatio-temporal dynamics and coupling in a macroeconomic Model**
- **Theodore Palivos**  
Louisiana State University  
**Optimal Monetary Policy with Heterogeneous Agents: Is there a case for Inflation?**
- **Beatriz De-Blas-Pérez**  
Universitat Autònoma de Barcelona  
**Debt-limits and endogenous growth**
- **Rainer Frey**  
Universität Rostock  
Lehrstuhl Außenwirtschaft  
**The Choice of the Exchange-Rate Regime**

**14:30-16:00**

### ***Parallel Session K***

Lecture Room B1-29

### **Open Economy Macro**

**Chair Catherine Mounet**

- **Konstantinos Alexiou**  
London Guildhall University  
**Effective Demand and Unemployment. The European Case: Evidence from Thirteen Countries**
- **Ansgar Belke**  
Ruhr-Universität Bochum  
**Exchange Rate Uncertainty and the German Labour Market: Cointegration Application of the Autoregressive Distributed Lag Approach.**
- **George Argitis**

University of Crete

## **Capacity Constraints and Unemployment in the EU: An Empirical Investigation**

- **Catherine Mounet**

University of LIMOGES

**Catch-up and convergence: conditional or absolute? A theoretical and empirical analysis.**

**14:30-16:00**

### ***Parallel Session L***

Lecture Room A2-2

#### **International Financial Markets**

**Chair Dr. Leighton Vaughan Williams**

- **Kostas Drakos**

Econostat Ltd, University of Essex

**Term Premia in the Short-End of the Eurocurrency Market and Their Informational Content for Deviations from the Uncovered Interest Rate Parity**

- **Manolis Kavousanos**

**Nikos Nomikos**

City University

**Spot versus time varying hedging performance in the Freight Futures Market**

- **Dimitrios A. Georgoutsos**

Athens University of Economics and Business

**George P. Kouretas**

University of Crete

**An Integrated framework for testing the presence of common stochastic trends in the international stock market**

- **Dr. Leighton Vaughan Williams**

The Nottingham Trent University

**Index Investment Markets And Financial Policy: Some Evidence From The UK**

**16:00-16:15:** Coffee Break

## **Evening Session**

**16:15-18:45**

### ***Parallel Session M***

Lecture Room B1-26

#### **Empirical Modeling**

**Chair Vidal Fernández Montoro**

- **Alexandra Livada**  
Athens University of Economics and Business  
**M. Frydakis**  
Athens University of Economics and Business  
**Statistical detrending Methods for Economic variables: A comparative view**
- **Maximo Camacho**  
Universitat Autònoma de Barcelona (UAB)  
**Vector Smooth Transition Regression Representation of US GDP and the Composite Leading Index**
- **Stilianos Fountas**  
National University of Ireland,  
**Menelaos Karanasos**  
University of York  
**Marika Karanasou**  
Queen Mary and Westfield College  
**A Garch Model Of Inflation And Inflation Volatility With Simultaneous Feedback**
- **Vidal Fernández Montoro**  
University Jaume I  
**Expectations and behaviour of the Spanish “Letras del Tesoro” rates.**

**16:15-18:45**

***Parallel Session N***

Lecture Room B1-29

**Macroeconomic Issues**

**Chair Nikolaos Adamou**

- **Fuensanta Morales**  
University of Murcia  
**Financial Intermediation in a Model of Growth through Creative Destruction**
- **Dimitrios Kyrkilis**  
University of Macedonia  
**Pantelis Pantelidis**  
University of Piraeus  
**Macroeconomic determinants of outward foreign direct investment.**
- **Santoso Bagus**  
University of Birmingham  
**Deficit Finance and Money Demand: Keynesian, Neoclassical and Ricardian Paradigms in OECD Economies**
- **Nikolaos Adamou**  
Aristotle University of Thessaloniki  
**Gülay Günlük-Senesen**

Istanbul Üniversitesi

**Origin, Generation and Benefit Spillover of Labour Productivity. The Case Of Turkey: 1973-1990**

***4<sup>th</sup> Day 28<sup>th</sup> May 2000***

**Morning Session 10:15-12:45**

**PLENARY SESSION: MAIN AMPHITHEATRE**

***“The Greek Economy in the EMU Era.”***

**Round Table Discussion**

**Chair Athanasios P. Papadopoulos**

University of Crete

- **George Zannias**  
Athens University of Economics and Business
- **Dimitrios Kolitzas**  
Athens University of Economics and Business
- **George Stathakis**  
University of Crete

**END OF CONFERENCE**

**THE CONFERENCE IS FINANCED BY:**

- **University of Crete**
- **Ministry of Education and Religious Affairs**
- **EPET II and XVI DG of European Union**

**ORGANISING COMMITTEE**

**CHAIRMAN:** Athanasios P. Papadopoulos, Associate Professor

**Members:**

**Angelos Kanas**, Assistant Professor  
**George Kouretas**, Associate Professor  
**Christos Papazoglou**, Assistant Professor  
**Anastasios Xepapadeas**, Professor