



The 75th Anniversary of The General Theory

20th – 21st June 2011

Conference Programme

*All sessions take place in Lecture Theatre 1,
Cambridge Judge Business School, Trumpington Street
– by invitation only –*

*Plenary Lecture takes place in the
Babbage Lecture Theatre, New Museums Site*

*Conference hosted by the Faculty of Economics and Cambridge Finance,
University of Cambridge*

*Conference organisers: Prof Giancarlo Corsetti,
Prof Lord John Eatwell, Prof Andrew Harvey, Dr William Janeway,
Prof Hashem Pesaran, Dr William Peterson and Prof Hamid Sabourian*

Monday 20th June 2011

08:45-

9:30 REGISTRATION AND COFFEE

Session 1: Monetary Economics after the General Theory

Chair: Giancarlo Corsetti

09:30 - The I Theory of Money

10:00 Markus Brunnermeier, Princeton University

10:00 - Policy Options in a Liquidity Trap

10:30 Michael Woodford, Columbia University

10:30-

10:45 Discussant: Morten Ravn, UCL

10.45-

11:00 General Discussion

11:00 COFFEE

Session 2: Keynes and the Theory of Finance

Chair: Michael Dempster

11:30 - The Leverage Cycle Tranching and CDS

12:00 John Geanakoplos, Yale University

12:00 - Cream Skimming in Financial Markets

12:30 Jose Scheinkman, Princeton University

12:30

12:45 Discussant: Chris Harris, University of Cambridge

12:45-

13:00 General Discussion

13:00-

14:00 LUNCH

Session 3: The General Theory and the Policy Response to Macroeconomic Crisis

Chair: John Eatwell

14:00 - Mr Keynes and the Neoclassics, Barry Eichengreen, University of California, Berkeley

16:00 Instruments and Framework of Monetary Policy, Charles Goodhart, LSE

Population Ageing, Macroeconomic Crisis and Policy Challenges, Kiyohiko Nishimura, Bank of Japan

Discussants

Giancarlo Corsetti, University of Cambridge

Martin Wolf, Financial Times

16:00-

16:30 COFFEE

Session 4: Plenary Lecture

Chair: Hashem Pesaran

17:30 - Mr. Keynes and the Moderns

19:30 Paul Krugman, Princeton University (*in Babbage Lecture Theatre, New Museums Site*)

Tuesday 21st June 2011

08:30-

9:00 COFFEE

Session 5: Expectations and Beliefs

Chair: Sanjeev Goyal

09:00 - Beauty Contests and Contagious Adverse Selection

09:30 Stephen Morris, Princeton University

09:30 - Herd and Contrarian Behaviour in Efficient Financial Markets

10:00 Hamid Sabourian, University of Cambridge

10:00

10:15 Discussant: Emre Ozdenoren, London Business School

10:15-

10:30 General Discussion

10:30 COFFEE

Session 6: Markets and Cycles

Chair: Hamish Low

11:00 - Learning and Asset Bubbles

11:30 Albert Marcet, LSE

11:30 - Credit Crises, Precautionary Savings and the Liquidity Trap (joint with Veronica Geurrieri)

12:00 Guido Lorenzoni, MIT

12:00-

12:15 Discussant: Chryssi Giannitsarou, University of Cambridge

12.15-

12:30 General Discussion

12:30-

13:30 LUNCH

Session 7: Models and Data

Chair: Andrew Harvey

13:30 - Unemployment in an Estimated New Keynesian Model

14:00 Frank Smets, European Central Bank

14:00 - On Identification of Bayesian DSGE Models

14:30 Hashem Pesaran, University of Cambridge

14:30

14:45 Discussant: Alexei Onatski, University of Cambridge

14:45-

15:00 General Discussion

15:00 END OF CONFERENCE



BANK OF ENGLAND



the faculty of
Economics

Cambridge
Finance



This conference is sponsored by The Bank of England, European Central Bank, Banca d'Italia, Cambridge Finance and a Faculty of Economics anonymous donation in memory of Sir Richard Stone.

The conference is organised by Faculty of Economics, University of Cambridge and Cambridge Finance, University of Cambridge. Cambridge Finance was founded in 2006 and aims to secure a research community of the highest international standard and reputation by bringing together the various research centres in finance within the University of Cambridge. The research interests range widely, covering topics such as regulation and the macroeconomics of markets, asset allocation and risk management, derivative pricing, econometrics, microstructure modelling, liquidity and interaction effects, and finance law.

The Faculty of Economics at Cambridge has been internationally renowned for teaching and research for over a century. Its three-year undergraduate programme is widely recognised as one of the most advanced and rigorous training grounds in economics for keen young minds across the world, with The Times recently listing Cambridge second only to Harvard in employment prospects for Economics undergraduates. The Faculty also offers a highly valued MPhil course and a successful PhD programme, both of which attract the brightest and best students from around the world. Graduates and postgraduates from the Faculty continue to attain the highest distinctions in public service, industry, finance, charity and academia.

The presence of the Faculty at the forefront of academic research for over 100 years is demonstrated by the fundamental contributions made by members of the Faculty to economic theory, econometrics, applied economics and economic policy. Leaders in economic thought have included Thomas Malthus, Alfred Marshall, AC Pigou and John Maynard Keynes, and, more recently, five Nobel laureates in economics – John Hicks, James Meade, Richard Stone, James Mirrlees and Amartya Sen.

Conference administrators:

Yvonne Gibbs (ymq21@cam.ac.uk), Sheryl Anderson (sa609@cam.ac.uk) & Mette Rokkum Jamasb (mj258@cam.ac.uk)