

EcoMod2005

International Conference on Policy Modeling

Istanbul, Conrad Hotel

June 29 – July 1, 2005

Conference Program

Sponsored by:

Istanbul Bilgi University

Department of Applied Economics, Free University of Brussels

Turkish Academy of Sciences (TÜBA)

HENDYPLAN

Union of Chambers and Commodity Exchanges of Turkey (TOBB)

Özel-Sony

Economic Policy Research Institute (TEPAV-EPRI)

Setur

Time Table

Session	Session 1	Session 2	Session 3	Session 4	Session 5	Session 6
Room	Room M30	Room M31	Room M32	Ballroom A	Ballroom B	Ballroom C
Wednesday, June 29th:						
09:00 - 09:15	Opening Ceremony					
09:15 - 10:30	Plenary Session I					
10:30 - 11:00	Refreshment Break					
11:00 - 12:30	Business Cycles	Monetary Policy	Technology and Growth	Impact Analysis	Macroeconometric Modeling	General Equilibrium Modeling
12:30 - 14:00	Lunch					
14:00 - 15:30	Business Cycles	EU Enlargement	Technology and Growth	Developing Countries	Finance	General Equilibrium Modeling
15:30 - 16:00	Refreshment Break					
16:00 - 17:30	Agriculture	Regional Modeling	Trade	Environment	Growth	Public Finance
19:00 - 24:00	Welcome Dinner and Concert by the Ricky Ford Eclectic Electric Band at the Sepetçiler Kasrı					
Thursday, June 30th:						
09:00 - 10:30	Education	Monetary Policy	General Equilibrium Modeling	Forecasting	EU and Growth	Public Finance
10:30 - 11:00	Refreshment Break					
11:00 - 12:30	Developing countries	Regional Modeling	Trade	Environment	Finance	Ageing and Social Security
12:30 - 14:00	Lunch					
14:00 - 15:30	Developing countries	Monetary Policy	Trade	Energy	Finance	General Equilibrium Modeling
Friday, July 1st:						
09:00 - 10:30	Business Cycles	Monetary Policy	Structural Changes in the EU	Energy and Environment	Growth	Macroeconometric Modeling
10:30 - 11:00	Refreshment Break					
11:00 - 12:30	Growth	Macroeconometric Modeling	Trade	Labor Markets	Finance	
12:30 - 14:00	Lunch					
14:00 - 16:00	Growth	Monetary Policies	Trade	Labor Markets	Game Theoretical Models & Microeconomics	TROLL Presentation
16:00 - 16:30	Refreshment Break					
16:30 - 18:30	Plenary Session II					
18:30 - 18:45	Closing Ceremony					
20:00 - 24:00	Gala Dinner and Boat Cruise on the Bosphorus Strait					

CONFERENCE ROOMS

The sessions will take place in the following rooms:

Plenary session: Floor R, Conrad Ballroom A and B
Session 1: Floor M, Room M30
Session 2: Floor M, Room M31
Session 3: Floor M, Room M32
Session 4: Floor R, Conrad Ballroom A
Session 5: Floor R, Conrad Ballroom B
Session 6: Floor R, Conrad Ballroom C

Refreshment breaks will take place at the Foyer of the Ballroom (floor R).

Lunches will take place at the restaurant Manzara (floor R).

SOCIAL PROGRAM

Wednesday, June 29th

19:00 – 24:00 Welcome Dinner and Concert by the Ricky Ford Eclectic Electric Band at the Sepetçiler Kasri, a former pavilion of the Topkapi Palace on the Golden Horn

Departure from the hotel by coach at 19:00

Friday, July 1st

20:00 – 24:00 Boat Cruise and Diner on the Bosphorus

Departure from the hotel by coach at 20:00

Tuesday June 28th:

09:00 – 18:00 Intensive course on the GAMS software program (only for participants who registered for this option)

17:00 – 19:00 Registration at the Hotel Conrad Istanbul

Wednesday June 29th:

08:00 – 09:00 Registration

09:00 – 09:15 Welcome and Opening Session (Room Conrad Ballroom, floor R)

Durmuş ÖZDEMİR, EcoMod Network and Bilgi University

Şule KUT, Vice Rector, Istanbul Bilgi University

Ali BAYAR, EcoMod Network and Free University of Brussels

09:15 – 10:30 Plenary Session I (Room Conrad Ballroom, floor R)

Chair: Wojciech CHAREMZA, National Bank of Poland and University of Leicester

William GAVIN, Vice-President, Federal Reserve Bank of St. Louis

Benjamin D. KEEN, Texas Tech University

Michael R. PAKKO, Federal Reserve Bank of St. Louis
The Monetary Instrument Matters

Lawrence R. KLEIN, Nobel Prize in Economics, University of Pennsylvania

Roberto S. MARIANO, Singapore Management University

Suleyman OZMUCUR, University of Pennsylvania

Capital Controls, Financial Crises and Cures: Simulations with an Econometric Model for Malaysia

10:30 – 11:00 Refreshment Break

11:00 – 12:30 Parallel Sessions**Session 1: Business Cycles** (Room M30, floor M)**Chair:** Gabor VADASRita FREIMANE
*Business Cycles of the Baltic Countries*Jan PIPLACK, Bertrand CANDELON, Stefan STRAETMANS
*How Synchronized Are European Business Cycles? A Finite Sample Concordance Test Approach*Gabor VADAS, Zsolt DARVAS
*Univariate Detrending and Business Cycle Similarity Between the Euro-Area and New Members of the EU***Session 2: Monetary Policy** (Room M31, floor M)**Chair:** Csilla HORVATHWilliam GAVIN, David M. KEMME
*Using Extraneous Information to Analyze Monetary Policy in Transition Economies*Zsolt DARVAS
*Monetary Transmission in the New Members of the EU: Evidence from Time-Varying Coefficient Vars*Csilla HORVATH, Judit KREKO, Anna NASZODI
*Interest Rate Pass-Through: the Case of Hungary***Session 3: Technology and Growth** (Room M32, floor M)**Chair:** Dilek AYKUTErdal ATUKEREN
*International R&D Races and Spillovers: Some Causal Evidence*Marion DOVIS
*Measuring Productivity: An Application to Moroccan Firms*Selin SAYEK, Dilek AYKUT
The Role of the Sectoral Composition of Foreign Direct Investment on Growth

Session 4: Impact Analysis (Room Ballroom A, floor R)**Chair:** German RIOS

Rina OKTAVIANI, Dedi Budiman HAKIM, Hermanto SIREGAR, Sahara SAHARA

The Impact of Reducing Fuel Subsidy on Indonesian Macroeconomic Performance, Agricultural Sector and Poverty Incidences (a Recursive Dynamic Indonesian General Equilibrium Model)

Jian ZHANG, Donna LEE JEAN, Roberto ROSON

Economy-Wide Effects of Growth in Fishing, Hunting and Wildlife Watching in Florida

German RIOS, Federico ORTEGA

*Macroeconomic Shocks, Poverty and Income Distribution in Venezuela***Session 5: Macroeconometric Modeling** (Room Ballroom B, floor R)**Chair:** Ferdy ADAM

Peter MCADAM, Alpo WILLMAN

The Medium Run Redux

Ricardo PAREDES, Victor LIMA

Labor Market Regimes and Mobility in Chile

Ferdy ADAM

*Endogenous Labour Supply: A Step Towards Endogenous Potential Output***Session 6: General Equilibrium Modeling** (Room Ballroom C, floor R)**Chair:** Erinc YELDAN

Cagatay TELLI

The Standard Multisectoral CGE Model of the SPO

Ebru VOYVODA, Seyit Mumin CILASUN, Aysegul CORAKCI, Sirma DEMIR, Yigit KARAHANOGULLARI, Ali SABUNCU, Cagri SARIKAYA, Yasemin AS

The Turkish CGE Model: Searching for Alternative Specifications

Ebru VOYVODA, Erinc YELDAN

A Financial CGE Model to Investigate the Realism of "Expansionary" Fiscal Austerity in Turkey

12:30 – 14:00 Lunch Break

14:00 – 15:30 Parallel Sessions

Session 1: Business Cycles (Room M30, floor M)

Chair: Viktor VÁRPALOTAI

Jörg DÖPKE, Jonas DOVERN, Ulrich FRITSCHKE, Jiri SLACALEK
*Estimating Sticky Information Phillips Curve: International Evidence
from the Consensus Survey of Forecasters*

Juan RUIZ, Alicia GARCIA-HERRERO
*How Much Do Trade and Financial Linkages Matter for Business Cycle
Synchronization?*

Viktor VÁRPALOTAI
*Are Old and New EU Member Countries' Cycles Getting More
Synchronized? Proposing a Time Varying Lag Method for Analyzing
Time Varying Cyclical Co-Movements among Economic Data*

Session 2: EU Enlargement (Room M31, floor M)

Chair: Karl FARMER

Antonio AFONSO, Christiane NICKEL, Philipp ROTHER
Fiscal Consolidations in the Central and Eastern European Countries

Davorin KRACUN
*Interdependence Model of Short-Run Responses to Economic Policy
with the Case of Slovenia*

Karl FARMER, Jacopo ZOTTI
*EU-enlargement, the Economic Convergence Between EU-15 and the
CEECs, and the Transitional Dynamics of the Real Euro-dollar
Exchange Rate*

Session 3: Technology and Growth (Room M32, floor M)

Chair: Oscar AFONSO

Raquel MARÍN, Isabel ÁLVAREZ
*An Assessment of the Technological Impacts of Mergers and
Acquisitions in Spain*

Patrick BESCHORNER
Patent Novelty and Patent Life

Alvaro AGUIAR, Oscar AFONSO
North-South Diffusion of a General Purpose Technology

Session 4: Developing Countries (Room Ballroom A, floor R)

Chair: Stein HOLDEN

Satoshi KOJIMA

Water Policy Analysis Towards Sustainable Development: A Dynamic CGE Approach

Chieko UMETSU, Sevgi DONMA, Takanori NAGANO, Ziya COŞKUN
The Efficient Management of Water User Associations: The Case of Lower Seyhan Irrigation Project in Turkey

Stein HOLDEN, Hans LOFGREN, Bekele SHIFERAW
Economic Reforms and Soil Degradation in the Ethiopian Highlands: A Micro CGE Model with Transaction Costs

Session 5: Finance (Room Ballroom B, floor R)

Chair: Glòria ESTAPÉ DUBREUIL

Ricardo PAREDES, Francisca SILVA, Nicolas MAJLUF
Family ties, Interlocking Directors and Performance of Business Groups in Emerging Countries

Serena SORDI, Roberto DIECI, Alessandro VERCELLI
Financial Fragility and Complex Dynamics: Analysing the Impact of Stabilizing Policy Measures

Glòria ESTAPÉ DUBREUIL, Consol TORREGUITART MIRADA
A Model of Sustainability for Microcredit Financial Institutions, with Application to Some MIFS in Catalonia

Session 6: General Equilibrium Modeling (Room Ballroom C, floor R)

Chair: Boris MACJEN

Jouko KINNUNEN

Future Challenges of the Åland Islands in a Cross-Swell of Shipping and Alcohol Policy Changes - a CGE Analysis

Murat ASLAN

A Financial CGE Model for Turkish Economy with 1996 Data

Boris MACJEN

Evaluation of Investment Priorities for the New Financial Perspective 2007-2013 with the Dynamic General Equilibrium Model

15:30 – 16:00 Refreshment break

16:00 – 17:30 Parallel sessions

Session 1: Agriculture (Room M30, floor M)

Chair: Ninghui LI

Martin HENSELER, Alexander WIRSIG, Tatjana KRIMLY
ACRE: An Agro-Economic Production Model on Regional Level

Edoardo PIZZOLI, Veronica RONDINELLI, Irene TOMMASI
The Common Agricultural Policy in Europe: Changes and Impact Analysis

Ninghui LI, Qian GUIXIA
The Optimal Farm Size for Farmers in the Major Grain Producing Areas of China

Session 2: Regional Modeling (Room M31, floor M)

Chair: Javier PÉREZ

Öner GÜNÇAVDI, Suat KUCUKCIFCI
How Crucial Are Economic and Political Shocks in Attaining Sustainable Economic Growth in a Small Island Economy? The Case of Turkish Republic of Northern Cyprus.

Javier DE MIGUEL, Manuel Alejandro CARDENETE FLORES, Jesus PEREZ MAYO
Effects of the Tax on Retail Sales of Some Fuels on the Extremadurian Economy: A Computable General Equilibrium Approach

Javier PÉREZ
Household Consumption and Indebtedness in Spain: An Assessment of Regional Vulnerability to Permanent and Transitory Income Shocks

Session 3: Trade (Room M32, floor M)

Chair: Pekka SULAMAA

Vijay BHASIN, Camara K. OBENG
Trade Liberalization, Foreign Borrowing, Poverty and Income Distributions of Households in Ghana

Tzu-Han YANG
Product Cycle and Industrial Restructuring--an Empirical Study of Taiwan

Pekka SULAMAA, Mika WIDGRÉN
Asian Regionalism vs. Global Trade: Simulation of Economic Effects

Session 4: Environment (Room Ballroom A, floor R)

Chair: Marcello GALEOTTI

Taran FÆHN, Annegrete BRUVOLL
Growth, the Environment and Displacement of Emissions

Ulrike LEHR
Bayesian Benefit Transfer in Environmental Valuation

Marcello GALEOTTI, Angelo ANTOCI, Paolo RUSSU
A Model of Growth for an Economy with Private Substitutes for Environmental Goods

Session 5: Growth (Room Ballroom B, floor R)

Chair: Qaisar Farooq AKRAM

Dierk HERZER, Felicitas NOWAK-LEHMANN D.
Export Diversification, Externalities and Growth

Gorkem OZER, Stefan NORRBIN
The Link Between Volatility, Natural Resources and Economic Growth

Qaisar Farooq AKRAM
Efficient Consumption of Revenues from Natural Resources - An Application to Norwegian Petroleum Revenues

Session 6: Public Finance (Room Ballroom C, floor R)**Chair:** Era DABLA-NORRIS

Poul SCHOU

Immigration, Integration and Fiscal Sustainability

Tracy FOERTSCH

Macroeconomic Impacts of Stylized Tax Cuts in an Intertemporal Computable General Equilibrium Model

Era DABLA-NORRIS, Andrew FELTENSTEIN

An Analysis of the Underground Economy and Its Macroeconomic Consequences

19:00 – 24:00 Welcome Dinner and Concert by the Ricky Ford Eclectic Electric Band at the Sepetçiler Kasri, a former pavilion of the Topkapi Palace on the Golden Horn

Thursday June 30th

09:00 – 10:30 Parallel Sessions

Session 1: Education (Room M30, floor M)

Chair: Robert ALEXANDER

Jean Rémy OYAYA

Is a Rise of Educational Budget Enough to Improve Educational System? The Case of Gabon.

Clotilde L'ANGEVIN, Nadine LAÏB

Education and Growth in a Panel of 21 OECD Countries

Robert ALEXANDER, Mohammad JAFORULLAH

Scale and Pure Efficiencies of New Zealand Secondary Schools

Session 2: Monetary Policy (Room M31, floor M)

Chair: Maria ELEFThERIOU

Fuat ERDAL, Bülent GÜLOGLU

Modelling Real Exchange Rate Behaviour with the Taylor Rule: An Empirical Analysis

Wolfram BERGER

Optimal Monetary Policy Under Global and Sectoral Shocks: Is International Monetary Cooperation Beneficial?

Maria ELEFThERIOU

Monetary Policy in Germany: A Cointegration Analysis on the Relevance of the Taylor Rule

Session 3: General Equilibrium Modeling (Room M32, floor M)

Chair: Evangelia PAPADAKI

Conchita LATORRE, Adam BLAKE, Antonio GOMEZ GOMEZ-PLANA
Macroeconomic Effects of Foreign Direct Investment in the Spanish Economy

Jacopo ZOTTI, Bernd LUCKE
Assessing Economic and Fiscal Reforms in Lebanon. A Dynamic CGE Analysis with Debt Constraints

Evangelia PAPADAKI, Marcel MÉRETTE, Yu LAN, Jorge HERNANDEZ
Toward a Canada-US "Deeper" Integration: A Computable General Equilibrium Investigation

Session 4: Forecasting (Room Ballroom A, floor R)

Chair: Durmus ÖZDEMİR

Harald SCHMIDBAUER, Arzu BAYER
Volatility of Tourism Demand in Turkey: A Multivariate Approach

Bjoern FRANKE, Alexander KREBS, Joerg HABICH
Virtual Stock Marktes for Business Forecasts

Durmuş ÖZDEMİR, Angi RÖSCH
Populations With Immigration: Turkey and EU. Does a Young Population Remedy To the Aged?

Session 5: EU and Growth (Room Ballroom B, floor R)

Chair: André DRAMAIS

Jakub KOWALSKI
EU's Price and Productivity Convergence

Tine DHONT, Freddy HEYLEN
Fiscal Policy Employment and Growth: Why Is Continental Europe Lagging Behind?

André DRAMAIS
Long Term Growth Potential in the EU.

Session 6: Public Finance (Room Ballroom C, floor R)**Chair:** Ana Balcão REIS

Tzu-Han YANG

An Ex Post Evaluation of Corporate Tax Integration in Taiwan - a CGE Model Application

Jens MUELLER

The Impact of Economic Cycles on Firm Valuation for Tax Purposes and Its Implication for a True and Fair Tax Base

Rui Nuno BALEIRAS, Rui Sousa MONTEIRO, Ana Balcão REIS

*Tax Dividend Evaluation of Major Urban Renewal Projects***10:30 – 11:00 Refreshment break****11:00 – 12:30 Parallel Sessions****Session 1: Developing Countries** (Room M30, floor M)**Chair:** Ozlem OZDEMIR-YILMAZ

Ana OLIVEIRA-BROCHADO, Francisco VITORINO MARTINS

Democracy and Economic Development Level: What the Data Say?

Hulya ULKU, Tito CORDELLA

Grants Versus Loans

Ozlem OZDEMIR-YILMAZ

*Earthquake and Risk Mitigation in Turkey: A Preliminary survey***Session 2: Regional Modeling** (Room M31, floor M)**Chair:** Eduardo HADDAD

Milan VITURKA, Petr HALAMEK

*Spatial Model of Economic Development of the Czech Republic*Ali BAYAR, Frédéric DRAMAIS, Olga IVANOVA, Cristina MOHORA,
Masudi OPESE*GreenMod: A Dynamic General Equilibrium Model for Energy and Environmental Policy Analysis at the National, Regional and Sectoral Levels*

Eduardo HADDAD, Fernando PEROBELLI

Trade Liberalization and Regional Inequality: Do Transportation Costs Impose a Spatial Poverty Trap?

Session 3: Trade (Room M32, floor M)**Chair:** Marco GALLEGATI

Felicitas NOWAK-LEHMANN D.Dierk HERZER, Inmaculada MARTÍNEZ-ZARZOSO, Sebastian VOLLMER
The Impact of a Customs Union Between Turkey and the EU on Turkey's Exports to EU

Salif KONÉ
Economic Integration Between Developing Countries: An Evaluation of Its Welfare Effects

Marco GALLEGATI, Luca DE BENEDICTIS
Trade Balance and Terms of Trade in U.S.: A Time-Scale Decomposition Analysis

Session 4: Environment (Room Ballroom A, floor R)**Chair:** Claudia KEMFERT

Miguel RODRIGUEZ-MENDEZ, Xavier LABANDEIRA
Economic Instruments and the Kyoto Protocol: Environmental Taxes Versus Tradable Pollution Permits.

Hyun-Sik CHUNG
Balance of CO₂ Emissions Embodied in International Trade: Can Korean Carbon Tax on its Imported Fossil Fuels Make Any Difference in BEET?

Hans KREMERS, Claudia KEMFERT
A Computable General Equilibrium Assessment of a Developing Country Joining an Annex B Emission Permit Market

Session 5: Finance (Room Ballroom B, floor R)**Chair:** Dayong ZHANG

Brahim BOUAYAD
Financial Liberalization in a Dynamic Computable General Equilibrium Model with Imperfect Competition

Shahid MALIK, John R. PRESLEY, Humayon A. DAR
Determinants of FDI Inflows to Pakistan (1970-2002)

Dayong ZHANG, David DICKINSON, Marco BARASSI
Volatility Switching in Shanghai Stock Exchange: Does Regulation Help Reduce Volatility?

Session 6: Ageing and Social Security (Room Ballroom C, floor R)

Chair: Maxime FOUGERE

Nicholas FRANGOS, A. N. YANNACOPOULOS
On Reforming the Greek Pension System

Renginaz DAYANGAC, Bilge OZTURK
Review of Pension Schemes Under Segmented and Asymmetric Labor Market

Maxime FOUGERE, Simon HARVEY, Jean MERCENIER, Marcel MERETTE
Population Ageing, High-Skilled Immigrants and Productivity: An Analysis for Canada

12:30 – 14:00 Lunch Break

14:00 – 15:30 Parallel Sessions

Session 1: Developing Countries (Room M30, floor M)

Chair: Aod Cunha DE MORAES JUNIOR

Rizwan TAHIR, Ahmed Abdul GHANI
Modelling Bahrain's Economy: A Vector Autoregression (VAR) Approach

Salah EL-SHEIKH
The Structure and Determinants of Egypt's Urban Income: A Time Series Investigation

Aod Cunha DE MORAES JUNIOR
Fiscal Adjustment with a Fragmented Decision Model and the Regime Changes in the Brazilian Deficit and Debt Series (1992-2002)

Session 2: Monetary Policy (Room M31, floor M)**Chair:** Oscar Mauricio VALENCIA ARANA

Azim OZDEMIR, Paul TURNER
*A Monetary Disequilibrium Model for Turkey: Investigation of a
 Disinflationary Fiscal Discipline and Its Implications on Monetary Policy*

Yunus AKSOY, Kurmas AKDOGAN
*Exchange Rates and Fundamentals: Is There a Role for Nonlinearities
 in Real Time?*

Oscar Mauricio VALENCIA ARANA, Claudio Karl ESTUPIÑAN
*Monetary Policy and Stationary Distribution in an Economy with
 Liquidity Frictions*

Session 3: Trade (Room M32, floor M)**Chair:** Olga IVANOVA

Massimo TAMBERI
*Specialization and Growth Perspectives in the South Mediterranean
 Area*

Charikleia ECONOMIDOU, Antu Panini MURSHID
*Testing the Linkages between Trade and Productivity Growth in a
 Panel of OECD Countries*

Ali BAYAR, Olga IVANOVA, Cristina MOHORA
Impacts of WTO Accession on the Russian Economy

Session 4: Energy (Room Ballroom A, floor R)**Chair:** Govinda TIMILSINA

Wietze LISE
*Energy Consumption and GDP in Turkey: Is There a Co-Integration
 Relationship?*

Patricia SILVA, Maria Isabel SOARES
*Price Dynamics During Restructuring Processes: Evidence from the
 Electricity Iberian Pool*

Govinda TIMILSINA
*Impacts of Crude Oil Production from Alberta Oil Sands on the
 Canadian Economy*

Session 5: Finance (Room Ballroom B, floor R)

Chair: Mariana TOMOVA

Ussal SAHBAZ, Erinc YELDAN

An Alternative Look at the Balance-of-payments Puzzle: Structural Decomposition of Post - 1990 Accounts of Turkey

Goran VUKSIC, Gerhard FINK, Peter HAISS

Importance of Financial Sectors for Growth in Accession Countries

Mariana TOMOVA

X-efficiency of European Banking - Inequality and Convergence

Session 6: General Equilibrium Modeling (Room Ballroom C, floor R)

Chair: Knud MUNK

Lars SVENSSON

Estimation of Trade Elasticities

Cristina MOHORA, Ali BAYAR, Peter CORNELISSE, Stefano

TARANTOLA, Peter VAN DER HOEK

Uncertainty and Sensitivity Analysis in General Equilibrium Models with an Application to Romania

Knud MUNK

CGE Based Tax Reform Analysis Using CES-UT Utility Function

Friday July 1st**09:00 – 10:30 Parallel sessions****Session 1: Business Cycles** (Room M30, floor M)

Chair: Michael KUMHOF

Günes KAMBER
Sticky Information versus Sticky Prices

Jiri SLACALEK
International Evidence on Cointegration Between Consumption, Income and Wealth

Michael KUMHOF, Luis CESPEDES, Eric PARRADO
Pricing Policies and Inflation Inertia

Session 2: Monetary Policy (Room M31, floor M)

Chair: Paul CAVELAARS

Ana Paula RIBEIRO, Alvaro AGUIAR
Monetary Policy and the Political Support for a Labor Market Reform

Manuel MARTINS, Alvaro AGUIAR
Testing for Asymmetries in the Preferences of the Euro-Area Monetary Policymaker

Paul CAVELAARS
The Impact of the Single Market on the Effectiveness of ECB Monetary Policy

Session 3: Structural Changes in the EU (Room M32, floor M)

Chair: Zbigniew ZÓLKIEWSKI

Ulrich THIESSEN, Paul GREGORY
Modelling the Structural Change of Transition Countries

Kingsley E. HAYNES, Mustafa DINC
European Integration and International Trade in Manufacturing: Productivity Considerations and Employment Consequences

Zbigniew ZÓLKIEWSKI, Michal GRADZEWICZ
The Labor Market Reform and Public Finance Equilibrium in Poland: the Results from the Computable General Equilibrium Model

Session 4: Energy and Environment (Room Ballroom A, floor R)**Chair:** Juan Carlos CISCAR

Maria IBARRARAN, Roy BOYD
Hacia El Futuro: Environment, Energy, and the Economy in 21st Century Mexico

Wietze LISE
Decomposition of CO₂ Emissions Over 1980-2003 in Turkey

Juan Carlos CISCAR, Laszlo SZABO, Peter RUSS
Poles-Macro: Using the GEM-E3 World Model to Account for the Macroeconomic Feedback of Climate Policies in the Poles Model

Session 5: Growth (Room Ballroom B, floor R)**Chair:** Xinhua HE

Joost VANDEWEGE, Freddy HEYLEN
Macroeconomic Volatility and Human Capital Formation

Cruz ECHEVARRIA, Amaia IZA
Life Expectancy, Human Capital, Social Security and Growth

Duo QIN, Marie Ann CAGAS, Pilipinas F. QUISING, Xinhua HE
How Much Does Fixed Investment Drive Economic Growth in the PRC?

Session 6: Macroeconometric Modeling (Room Ballroom C, floor R)**Chair:** Jean Louis BRILLET

Hakan KARA, Dilara ECE, Fethi ÖGÜNÇ, Ümit ÖZLALE, Çagri SARIKAYA
Estimating Output Gap for Emerging Market Economies

Jann LAY, Rainer THIELE, Manfred WIEBELT
Pro-Poor Growth in Bolivia: Accounting for External Shocks and Policy Reforms

Jean Louis BRILLET
Policy Issues in the Andean Community Countries : Simulations Using the Macsim-Can Model

10:30 – 11:00 Refreshment break

11:00 – 12:30 Parallel Sessions**Session 1: Growth** (Room M30, floor M)

Chair: Raul BARRETO

Diaa NOURELDIN

Understanding the Monetary Transmission Mechanism in the Case of Egypt: How Important Is the Credit Channel?

Neslihan KAYA, Zelal AKTAŞ, Ümit ÖZLALE

Is 'Price Puzzle' Actually a Structural Characteristic of the Emerging Markets? Evidence from the Turkish Economy

Raul BARRETO, James ALM

When Does Foreign Aid Work?

Session 2: Macroeconometric Modeling (Room M31, floor M)

Chair: Imad MOOSA

Rimel HEBIRI, Sami KHEDHIRI

An Empirical Investigation of the Feldstein-Horioka puzzle in MENA Countries

Xinhua HE

Aggregate Business Investment in China and UK

Imad MOOSA, Nabeel AL-LOUGHANI

A Reconsideration of the Feldstein-Horioka Puzzle

Session 3: Trade (Room M32, floor M)

Chair: Manuela MAGALHÃES

M. Gur KARAKAPLAN, Bilin NEYAPTI, Selin SAYEK

Aid and Foreign Direct Investment: International Evidence

Murat GENÇ, John BRYANT, David LAW

Trade and Migration to New Zealand

Manuela MAGALHÃES, Ana Paula AFRICANO

A Panel Analysis of the FDI Impact on Trade

Session 4: Labor Markets (Room Ballroom A, floor R)**Chair:** Stefan BOETERS

Christian RAGACS

On the Empirics of Minimum Wages and Employment: Evidence for the Austrian Industry

Mauro PISU, Daniel MIRZA

Trade and Labour Demand Elasticity in Imperfect Competition: Theory and Evidence

Stefan BOETERS, Nicole GUERTZGEN, Melanie ARNTZ

*Alternative Approaches to Discrete Working Time Choice in an AGE Framework***Session 5: Finance** (Room Ballroom B, floor R)**Chair:** Wojciech CHAREMZA

Salvatore TERREGROSSA

Discerning the Determinants of Common Stock Valuation: An Empirical Analysis

Cafer KAPLAN, Ferhan SALMAN

Intermediation Costs and Financial Fragility

Wojciech CHAREMZA, Svetlana MAKAROVA

*A Simple Encompassing Test for the Deterministic and Bilinear Unit Root Models***12:30 – 14:00 Lunch Break**

14:00 – 16:00 Parallel Sessions**Session 1: Growth** (Room M30, floor M)

Chair: Fatma TASKIN

Duo QIN, Xinhua HE, Geoffrey DUCANES, Rui LIU, Marie Ann CAGAS,
Shiguo LIU

Income Disparity and Economic Growth: Evidence from China

Nihal BAYRAKTAR, Emmanuel Pinto MOREIRA

*A Macro Framework for Quantifying Growth and Poverty Reduction
Strategies in Niger*

Fatma TASKIN, Burcu AFYONOGLU, Gokce OZCAN

Financial Liberalization and Productivity Growth

Session 2: Monetary Policy (Room M31, floor M)

Chair: Stefano SIVIERO

Yakov BEN-HAIM

Info-Gap Robust-Satisficing Monetary Policy

Ansgar BELKE, Barbara STYCZYNSKA

*The Allocation of Power in the Enlarged ECB Governing Council: An
Assessment of the ECB Rotation Model*

Peter MIKEK

Accession to the European Monetary Union for the New EU Members

Stefano SIVIERO, Filippo ALTISSIMO, Daniele TERLIZZESE

On Robust Monetary Policy

Session 3: Trade (Room M32, floor M)**Chair:** Aziz ELBEHRI

Martina BERGEN, Tsunemasa KAWAGUCHI
Reflecting Upon the Impact of the Gate-Price System Under Perfect and Imperfect Competition- Introducing a Spatial Equilibrium Model Under Consideration of a Realistic Differential Tariff System to the Japanese Pork Import Market

Guntur SUGIYARTO, D.H. BROOKS
Can the Poor Benefit from the Doha Agenda ?

Aziz ELBEHRI, John WAINIO
Do Preferences Matter Under Trade Liberalization? The Case of the European Union Preferences for Developing Countries

Session 4: Labor Markets (Room Ballroom A, floor R)**Chair:** Panos TSAKLOGLOU

Wayne SIMPSON, Derek HUM
Modelling Immigrant Prospects Using Microdata: Modern Issues and Applications

Thomas WAGNER, Elke-Jutta JAHN
Contractual Employment Protection and the Scarring Effect of Unemployment

Elke-Jutta JAHN, Thomas WAGNER
Base Period, Qualifying Period and the Equilibrium Rate of Unemployment

Panos TSAKLOGLOU, Manos MATSAGANIS, Cathal O'DONOGHUE, Horacio LEVY, Manuela COROMALDI, Magda MERCADER-PRATS, Carlos FARINHA RODRIGUES, Stefano TOSO
Child Poverty and Family Transfers in Southern Europe

Session 5: Game Theoretical Modeling and Microeconomics (Room Ballroom B, floor R)

Chair: Frantisek TURNOVEC

Wietze LISE

The European Electricity Market - What Are the Effects of Market Power on Prices and the Environment?

Elvio ACCINELLI, Puchet MARTIN

A Classification of Infinity Dimensional Walrasian Economies

Pedro Cosme Costa VIEIRA, Aurora A. C. TEIXEIRA

A Microeconomic Model of Bribes Market with Democratic Contestability

Frantisek TURNOVEC

Power Indices Methodology: Decisiveness, Pivots and Swings

Session 6: TROLL Presentation (Room Ballroom C, floor R)

16:00 – 16:30 Refreshment break

16:30 – 18:30 Plenary Session II (Room Conrad Ballroom, floor R)

Chair: Ali BAYAR, EcoMod Network and Brussels University

Claudia KEMFERT, Head of Department, German Institute of Economic Research (DIW-Berlin) and Humboldt University

Impact Assessment of International Climate Policy with and Without Induced Technological Change

Alain HAURIE, University of Geneva

Francesco MORESINO, Ecole Polytechnique Fédérale de Lausanne

Marc VIELLE, LERNA-University of Toulouse

Laurent VIGUIER, Ecole Polytechnique Fédérale de Lausanne

A Coupled Equilibrium Model of International Climate Policy

Rob DELLINK, Environmental Economics and Natural Resources Group Wageningen University

Niels OLIEMAN, Operations Research and Logistics Group, Wageningen University

Michael FINUS, Institute of Economic Theory, Department of Economics, Hagen University

Coalition Formation under Uncertainty: The Stability Likelihood of International Environmental Agreements

18:30 – 18:45 Closing Ceremony (Room Conrad Ballroom, floor R)

Ali BAYAR, President, EcoMod Network and Brussels University

20:00 – 24:00 Farewell Dinner and Boat Cruise on the Bosphorus Strait