

Program
12th ZEW Summer Workshop for Young Economists
Expectations and Expectation Formation in Financial Markets
15-17 June 2010

*Sponsored by the Stiftung Geld und Währung
 and by the Deutsche Telekom AG
 (Heinz-König-Young-Scholar-Award)*



Tuesday, June 15th

8:45 Registration

9:00 Welcome address (Michael Schröder, ZEW)

9:15 - Lecture: Peter Norman SØRENSEN (University of Copenhagen)
 10:45 Part 1: Strategic Forecasting and Herding

10:45 Break

11:00 Session: *Information and Price Formation*

Anna Agapova (Florida Atlantic University)
Market Reaction to Patterns of Earnings

11:45 Lunch Break

13:00 **Paola Paiardini** (Birkbeck College, University of London)
The Price Impact of Economic News, Private Information and Trading Intensity

13:45 Break

14:00 Session: *Learning and Monetary Policy*

Juan Pablo Medina (Central Bank of Chile), Rodrigo Caputo, Claudio Soto
The Financial Accelerator under Learning and the Role of Monetary Policy

Agnieszka Markiewicz (Erasmus School of Economics, Rotterdam)
Monetary Policy, Model Uncertainty and Exchange Rate Volatility

15:30 Break

16:00 - Lecture: Christian GOLLIER (University of Toulouse)
 17:30 Part 1: Ambiguity Aversion and Equity Premium

17:45 Dinner at the ZEW

Wednesday, June 16th

8:45 - Lecture: Christian GOLLIER (University of Toulouse)
10:15 Part 2: The Risk-Free Rate

10:15 Break

10:30 Session: *Artificial / Experimental Asset Markets*

Stefan Palan (Karl-Franzens University, Graz), Stephen L. Cheung, Morten Hedegaard
Complexity, Confusion and Bubbles in Experimental Asset Markets

Tae-Seok Jang (University of Kiel), Thomas Lux
*Identification of Social Interaction Effects in Financial Data:
Indirect Estimation of a Noise Trader Model*

12:00 Lunch Break

13:00 Session: *Herding in Financial Markets / Heterogeneous Expectations Formation*

Gabriele Di Filippo (University Paris IX Dauphine)
Heterogeneous Agents and Asset Prices

Oliver Gloede (Leibniz University, Hannover), Lukas Menkhoff
Financial Professionals' Overconfidence: Is it Experience, Job or Attitude?

14:30 Break

14:45 - Lecture: Peter Norman SØRENSEN (University of Copenhagen)
16:15 Part 2: Information Aggregation and Prediction Markets

17:30 Excursion to Heidelberg and Dinner

Thursday, June 17th

8:45 - Lecture: Kajal LAHIRI (University at Albany, SUNY)

10:15 Part 1: Econometrics of Subjective Expectation (1)

10:15 Break

10:30 Session: *Econometrics of Subjective Expectations*

Xuguang Sheng (SUNY Fredonia), Kajal Lahiri, Huaming Peng
Measuring Aggregate Uncertainty in a Panel of Forecasts and a New Test for Forecast Heterogeneity

Fabian Krüger (University of Konstanz), Winfried Pohlmeier, Frieder Mokinski
Combining Survey Forecasts and Time Series Information: The Case of the Euribor

12:00 Lunch Break

13:00 Session: *Heterogeneous Expectations Formation / Herding in Financial Markets*

Christoph Merkle (University of Mannheim), Daniel Egan, Martin Weber
The Beliefs of Others – The Financial Crisis and Stock Market Expectations

Paul Carrillo (George Washington University, Washington DC), M. Shahe Emran
Public Information and Household Expectations in Developing Countries: Microeconomic Evidence from a Natural Experiment

14:30 Break

14:45 Session: *Expectations in Macro & Finance*

Christian D. Dick (ZEW), Maik Schmeling, Andreas Schrimpf
Macro Expectations, Aggregate Uncertainty and Expected Term Premia

Wolfram Wilde (University of Münster)
The Influence of Unobservable Fundamentals on the Deutschmark-Dollar Real Exchange Rate

16:15 Break

16:45 - Lecture: Kajal LAHIRI (University at Albany, SUNY)

18:15 Part 2: Econometrics of Subjective Expectations (2)

18:30 Heinz-König-Young-Scholar-Award (Sponsored by the Deutsche Telekom AG)

19:00 Conference Dinner