



6th Behavioral Macroeconomics Workshop

Heterogeneity and Expectations in Macroeconomics and Finance

University of Heidelberg, July 4th-July 6th, 2024

Venue:

University of Heidelberg
International Science Forum (IWH)
Hauptstraße 242, 69117 Heidelberg



Scientific Committee

Christian R. Proaño
Joep Lustenhouwer
Emanuel Gasteiger
Tomasz Makarewicz
Sven Schreiber
Frank Westerhoff
Timo Henckel

Local Organizing Committee

Arsenii Bazhenov
Daniel John
Nadiia Stetsiv



Conference Program

Thursday, July 4

16:45 – 18:30	Guided City Tour (Meeting Point: Universitätsplatz (fountain) 69117 Heidelberg)
18:45 – 21:00	Informal Get-together at Vetter's (Steingasse 9, 69117 Heidelberg) – At own expense

Friday, July 5

from 08:15	Participants can Register and Pick Up Name Tags
08:40 – 10:00	Keynote Lecture by Bruce Preston
10:00 – 10:30	Coffee Break
10:30 – 12:00	Session A: Information frictions and (in)attention
12:00 – 13:30	Lunch Break + Poster Session
13:30 – 15:00	Session B: Bounded Rationality Finance
15:00 – 15:15	Short break without Catering
15:15 – 16:45	Session C: ABM and HSM
16:45 – 17:15	Coffee Break
17:15 – 18:45	Session D: Bounded Rationality Models in Macro
19:30 –	Conference Dinner at Ristorante Da Mario (Rohrbacher Str. 3, 69115 Heidelberg)

Saturday, July 6

09:00 – 10:30	Session E: Survey Expectations
10:30 – 11:00	Coffee Break
11:00 – 12:30	Session F: Inflation Expectations
12:30 – 13:30	Lunch Break
13:30 – 15:00	Session G: Survey and Laboratory Experiments
15:00 – 15:30	Coffee Break
15:30 – 17:00	Session H: Expectations and Behaviour
17:05 – 18:20	Keynote Lecture by Luba Petersen



Detail Conference Program

Schedule (in Central European Time)

THURSDAY, JULY 4, 2024

16:45 – 18:30 GUIDED CITY TOUR (MEETING POINT: UNIVERSITÄTSPLATZ (FOUNTAIN) 69117 HEIDELBERG

18:45 – 21:00 INFORMAL GET-TOGETHER AT VETTER'S (STEINGASSE 9, 69117 HEIDELBERG)

FRIDAY, JULY 5, 2024

8:15 – 8:40 REGISTRATION

8:40 – 10:00 KEYNOTE LECTURE BY BRUCE PRESTON

10:00 – 10:30 COFFEE BREAK

SESSION A – INFORMATION FRICTIONS AND (IN)ATTENTION (CHAIR: JOEP LUSTENHOUWER)

10:30 – 11:00 *Soft-Landing or Inflation Scares: Is it good fortune or good policy?*
Alex Grimaud (Monetary Policy Section, Oesterreichische Nationalbank)

11:00 – 11:30 *Heterogeneous Attention to Inflation and Monetary Policy*
Mary Tzaawa-Krenzler (Goethe University Frankfurt)

11:30 – 12:00 *Firm Expectations and News: Micro vs. Macro*
Zeno Enders (Heidelberg University)

12:00 – 13:30 LUNCH BREAK + POSTER SESSION (SEE BELOW)

SESSION B – BOUNDED RATIONALITY IN FINANCE (CHAIR: FRANK WESTERHOFF)

13:30 – 14:00 *Stock price targeting when agents are learning*
Marco Airaudo (Drexel University)

14:00 – 14:30 *Beyond the Numbers: How Narratives about Inflation Shape Professional Forecasters' Stock Market Expectations*
Julius Theodor Schoelkopf (Heidelberg University)

14:30 – 15:00 *Leaning against the wind in the New Keynesian model with heterogeneous expectations*
Mikhail Anufriev (University of Technology Sydney, VSB - Technical University of Ostrava)

15:00 – 15:15 SHORT BREAK

SESSION C – ABM AND HSM MODELS (CHAIR: CHRISTIAN R. PROAÑO)

- 15:15-15:45 *Wealth, cost, and misperception: Empirical estimation of three interaction channels in a financial-macroeconomic agent-based model*
Jiri Kukacka (Charles University & Czech Academy of Sciences)

- 15:45 – 16:15 *DeflationaryTraps, Agents' Beliefs and Fiscal-Monetary Policies*
Pasquale Foresti (University of Roehampton London & The London School of Economics)

- 16:15 – 16:45 *Bayesian Estimation of the Heuristic Switching Model*
Valentyn Panchenko (University of New South Wales)

16:45 – 17:15 COFFEE BREAK

SESSION D – BOUNDED RATIONALITY MODELS IN MACRO (CHAIR: EMANUEL GASTEIGER)

- 17:15 – 17:45 *Seemingly Irresponsible but Welfare Improving Fiscal Policy at the Lower Bound: The Role of Expectations*
Roberto M. Billi (Sveriges Riksbank)

- 17:45 – 18:15 *A Macroeconomy with Intuitive Thinkers*
Johannes Binswanger (University of St. Gallen)

- 18:15 – 18:45 *Interest rates and inflation in New Keynesian models: the role of expectations*
Michele Berardi (University of Manchester)

- 19:30 – CONFERENCE DINNER AT RISTORANTE DA MARIO (ROHRBACHER STR. 3, 69115 HEIDELBERG)**

SATURDAY, JULY 6, 2024

SESSION E – SURVEY EXPECTATIONS (CHAIR: JOEP LUSTENHOUWER)

- 09:00 – 09:30 *Underreaction in Expectations After Large Depreciations*
Dr. Manuel Mosquera Tarrio (University of Manchester)

- 09:30 – 10:00 *Least squares estimation in nonstationary nonlinear cohort panels with learning from experience*
Michael Massmann (WHU -- Otto Beisheim School of Management)

- 10:00 – 10:30 *The Impact of Debt on Household Expectations Following Monetary Policy Announcements*
Marina da Silva Rapp (Heidelberg University)

- 10:30 – 11:00 COFFEE BREAK**

SESSION F – INFLATION EXPECTATIONS I (CHAIR: TIMO HENCKEL)

- 11:00 – 11:30 *The experience formation mechanism*
Alexander Glas (Leibniz Centre for European Economic Research)
- 11:30 – 12:00 *Anchoring Households' Inflation Expectations when Inflation is High*
Giang Nghiem (Leibniz University Hannover)
- 12:00 – 12:30 *Belief distortions and Disagreement about Inflation*
Valeria Patella (Sapienza University Rome)

12:30 – 13:30 LUNCH BREAK

SESSION G – INFLATION EXPECTATIONS II (CHAIR: TOMASZ MAKAREWICZ)

- 13:30 – 14:00 *Conflict of opinions: An alternative route to conflict inflation?*
Soumya Datta (South Asian University)
- 14:00 – 14:30 *Inflation concerns and green product consumption: Evidence from a nationwide survey and a framed field experiment*
Lena Tonzer (Otto von Guericke University Magdeburg & Halle Institute for Economic Research (IWH))
- 14:30 – 15:00 *Who's Afraid of the Zero Lower Bound? Experimental Evidence on Expectation Formation and Monetary Policy Literacy*
Viktor Marinkov (Rijksuniversiteit Groningen)

15:00 – 15:30 COFFEE BREAK

SESSION H – EXPECTATIONS AND BEHAVIOUR (CHAIR: TOMASZ MAKAREWICZ)

- 15:30 – 16:00 *Biased expectations and labor market outcomes: Evidence from German survey data and implications for the East-West wage gap*
Johannes Goensch (Goethe-University Frankfurt)
- 16:00 – 16:30 *The Effect of Inflation Expectations on Consumption in a New Keynesian Framework: Revisiting the Underlying Assumptions*
Frantisek Masek (Sapienza University of Rome)
- 16:30 – 17:00 *Macroeconomic Beliefs and Electoral Dominance*
Sargam Gupta (Indira Gandhi Institute of Development Research)

17:05 – 18:20 KEYNOTE LECTURE BY LUBA PETERSEN – COMMUNICATING INFLATION UNCERTAINTY AND HOUSEHOLD EXPECTATIONS



POSTER SESSION:

Diagnostic Expectations: Implications for Asset Pricing Puzzles (John Bird, Drexel University)

Inflation Expectations and Economic Preferences (Maximilian Floto, Leibniz University Hannover)

Global Commodity Price Cycles, Geopolitical Risk, and Macroeconomic Activity (Leonardo Quero Virla, University of Bamberg)

Decomposing Inflation (Daniel John, Heidelberg University)

Persistent Pessimism versus Imperfect Anchoring: Insights from European Inflation Swaps Market (Rafael Kothe, University of Bamberg)

Hush the rush: Short-selling bans in times of stress (Armin Arminian, University of Bamberg)

MAP:

- Places
- Hotel Bayrischer Hof Heidelberg
 - Conference Dinner: Ristorante Da Mario
 - Meeting Point Guided Tour
 - First Evening Get-together: Vetter's
 - Conference Location: Internationales Wissenschaftsforum Heidelberg



INTERACTIVE MAP:

<https://www.google.com/maps/d/edit?mid=11bkDC2a0D1R3cT4mF50RhYdBw1h-qw&usp=sharing>

