AGENDA

Bank of Canada conference on "Advances on Fixed Income Modelling"

Thursday, 2 May 2013

08:00 – 08:20	**Registration and Continental Breakfast** Note that all sessions will take place at the Bank of Canada, East Tower, Level B1 entrance via the East Tower (corner of Bank and Sparks streets).
08:20 – 08:30	**Opening Remarks**
Session 1	**Bond Prices and Expectations of Monetary Policy** **Morning Chair:** Jonathan Witmer
08:30 – 10:00	**Monetary Policy Expectations at the Zero Lower Bound** **Authors: Michael Bauer** and Glenn Rudebusch (Federal Reserve Bank of San Francisco) **Discussant:** Francisco Ruge-Murcia (Université de Montréal) **Expecting the Fed** **Authors:** Anna Cieslak (Northwestern University) and **Pavol Povala** (University of Lugano) **Discussant:** Narayan Bulusu (Bank of Canada)
10:00 – 10:30	**Refreshment Break**

Session 2 — Bond Pricing in DSGE Models

10:30 – 12:00

Political Corruption and Sovereign Debt Crisis

Authors: Harjoat Bhamra, Howard Kung and Alberto Romero (Sauder School of Business, University of British Columbia)

Discussant: Aytek Malkhozov (McGill University)

What Do Nominal Rigidities and Monetary Policy Tells Us About The Real Yield Curve?

Authors: Alex Hsu (Georgia Tech University), Erica Li (Cheung Kong Graduate School of Business) and **Francisco Palomino** (Ross School of Business, University of Michigan)

Discussant: Eric Swanson (Federal Reserve Bank of San Francisco)

12:00 – 14:00

Luncheon Address *(by invitation only)*
Macro and Non-Macro Determinants of Treasury Yields
Gregory Duffee (Johns Hopkins University)

Rooms A and B (Cafeteria level)

Session 3 — (Linear) Estimation of Dynamic Term Structure Models

Afternoon Chair: Jean-Sébastien Fontaine

14:00 – 15:30

Pricing TIPS and Treasuries with Linear Regressions

Authors: Michael Abrahams (Massachusetts Institute of Technology), Tobias Adrian, Richard Crump and **Emanuel Moench** (Federal Reserve Bank of New York)

Discussant: Fabio Moneta (Queen's School of Business)

A New Linear Estimator for Gaussian Dynamic Term Structure Models

Author: Antonio Diez de los Rios (Bank of Canada)

Discussant: Cynthia Wu (Booth School of Business, University of Chicago)

15:30 – 16:00	**Refreshment Break**

Session 4 — Beyond Treasuries

16:00 – 17:30

Nominal Bonds, Real Bonds, and Equity

Authors: Andrew Ang and **Maxim Ulrich** (Columbia Business School)

Discussant: Anna Cieslak (Northwestern University)

Macro Factors and Sovereign Bond Spreads: A Quadratic No-Arbitrage Model

Authors: **Peter Hoerdhal** (Bank for International Settlements) and Oreste Tristani (European Central Bank)

Discussant: Redouane Elkamhi (Rotman School of Management, University of Toronto)

18:30 for 19:00

Dinner *(by invitation only)*
Rideau One Restaurant
Fairmont Château Laurier
1 Rideau Street

Friday, 3 May 2013

08:00 – 08:30 **Continental Breakfast**

Note that all sessions will take place at the Bank of Canada, East Tower, Level B1, entrance via the East Tower (corner of Bank and Sparks streets).

Session 5

Bond Risk Premia

Morning Chair: Antonio Diez de los Rios

08:30 – 10:00 **Asset Pricing in the Frequency Domain: Theory and Empirics**

Authors: **Ian Dew-Becker** (Federal Reserve Bank of San Francisco) and Stefano Giglio (Booth School of Business, University of Chicago)

Discussant: Francisco Barillas (Goizueta Business School, Emory University)

Bond Risk Premia: The Failure of Markovian Models

Authors: Bruno Feunou and **Jean-Sébastien Fontaine** (Bank of Canada)

Discussant: Ahn Le (Kenan-Flagler Business School, University of North Carolina at Chapel Hill)

10:00 – 10:30 **Refreshment Break**

Session 6

Supply and Demand Effects in Bond Markets

10:30 – 12:00 **Hedging in Fixed Income Markets**

Authors: Aytek Malkhozov (McGill University), Philippe Mueller and Andrea Vedolin (London School of Economics) and **Gyuri Venter** (Copenhagen Business School)

Discussant: Marcel Rindisbacher (Boston University)

Liquidity, Volatility and Flights to Safety in the U.S. Treasury Market: Evidence from a New Class of Dynamic Order Book Models

Authors: Robert Engle (New York University), Michael Fleming (Federal Reserve Bank of New York), Eric Ghysels and **Giang Nguyen** (University of North Carolina at Chapel Hill)

Discussant: Corey Garriott (Bank of Canada)

12:00 – 14:00

Luncheon Address *(by invitation only)*
Crunch Time: Fiscal Crises and Role of Monetary Policy
James Hamilton (University of California San Diego)

Rooms A and B (Cafeteria level)

14:00 – 14:15

Closing Remarks
Tim Lane (Deputy Governor, Bank of Canada)