

**INTERNATIONAL MONETARY FUND**  
**Joint Vienna Institute / Institute for Capacity Development**  
**Course on Macroeconomic Management and Financial Sector Issues (JV15.04)**  
**Vienna, Austria**  
**February 9–20, 2015**  
**READING LIST**

*(Supplementary readings may be referenced in Lecture Presentations)*

Session	Topic	Source
L-1	<p><b>Macroeconomic Policies and Macro-Financial Linkages</b></p> <p>IMF Institute, 2007, “An Analytical Framework for Macroeconomic Stabilization,” Chapter 11 in <i>Financial Programming and Policies</i>, (unpublished; Washington: International Monetary Fund).</p> <p>IMF Special report, 2014, “25 years of transition: post-communist Europe and the IMF”, Washington, D.C. : International Monetary Fund.  <a href="http://www.imf.org/external/pubs/ft/reo/2014/eur/eng/erei1014.htm">http://www.imf.org/external/pubs/ft/reo/2014/eur/eng/erei1014.htm</a></p>	<p>Course site</p> <p>Internet</p>
L-2	<p><b>Growth and Financial Development</b></p> <p>Sala-i-Martin, Xavier, “Sources of Growth,” in <i>Macroeconomic Management: Programs and Policies</i>, ed. by Khan, Nsouli, and Wong (Washington: International Monetary Fund).  <i>(Also available in Russian.)</i></p> <p>Jahan and McDonald, 2011, “A Bigger Slice of a Growing Pie”, <i>Finance &amp; Development</i>, September 2011, Vol. 48, No. 3  <a href="http://www.imf.org/external/pubs/ft/fandd/2011/09/jahan.htm">http://www.imf.org/external/pubs/ft/fandd/2011/09/jahan.htm</a></p>	<p>Course site</p> <p>Internet</p>
L-3	<p><b>Fiscal Policy</b></p> <p>Heller, Peter, 2005, “Fiscal Space: What It Is and How to Get It,” <i>Finance &amp; Development</i>, Vol. 42, No. 2 (June).  <a href="http://www.imf.org/external/pubs/ft/fandd/2005/06/basics.htm">http://www.imf.org/external/pubs/ft/fandd/2005/06/basics.htm</a></p> <p>Catão, L.A.V. and Terrones, M., 2005, “Fiscal Deficits and Inflation”, <i>Journal of Monetary Economics</i> 52, pp. 529-554. Available at:  <a href="http://papers.ssrn.com/sol3/papers.cfm?abstract_id=879140">http://papers.ssrn.com/sol3/papers.cfm?abstract_id=879140</a></p>	<p>Internet</p> <p>Internet</p>

<p><b>L-4</b></p>	<p><b>Debt Sustainability</b></p> <p>Ghosh, Atish and Uma Ramakrishnan, 2012, “Current Account Deficits: Is There a Problem?” <i>Finance and Development</i> (March). Available via the Internet: <a href="http://www.imf.org/external/pubs/ft/fandd/basics/current.htm">http://www.imf.org/external/pubs/ft/fandd/basics/current.htm</a></p> <p>International Monetary Fund, 2013, “Staff Guidance Note on Debt Sustainability: Analysis for Market Access Countries.” Available via the Internet: <a href="http://www.imf.org/external/np/pp/eng/2013/050913.pdf">http://www.imf.org/external/np/pp/eng/2013/050913.pdf</a></p>	<p>Internet</p> <p>Internet</p>
<p><b>L-5</b></p>	<p><b>Monetary Policy</b></p> <p>Svensson, Lars, 2008, “What Have Economists Learned about Monetary Policy over the past 50 Years?,” in Herrman, Heinz, ed., <i>Monetary Policy Over Fifty Years: Experiences and Lessons</i>, Routledge, 2009. Available at: <a href="http://larseosvensson.se/files/papers/Buba%20709.pdf">http://larseosvensson.se/files/papers/Buba%20709.pdf</a></p> <p>IMF, 2009 “Lessons for Monetary Policy of Asset Price Fluctuations”, World Economic Outlook, chapter 3. Available at: <a href="http://www.imf.org/external/pubs/ft/weo/2009/02/pdf/c3.pdf">http://www.imf.org/external/pubs/ft/weo/2009/02/pdf/c3.pdf</a></p> <p>De Gregorio, José, 2012, Commodity Prices, Monetary Policy, and Inflation (December 2012). <i>IMF Economic Review</i>, Vol. 60, Issue 4, pp. 600-633.</p>	<p>Internet</p> <p>Internet</p> <p>Course site</p>
<p><b>L-6</b></p>	<p><b>Assessing Financial Stability</b></p> <p>Sundararajan, V. and others, 2002, <i>Financial Soundness Indicators: Analytical Aspects and Country Practices</i>, IMF Occasional Paper No. 212 (Washington: International Monetary Fund). <i>(Also available in Russian.)</i></p> <p>International Monetary Fund, and The World Bank, 2005, “Stress Testing,” <i>Financial Sector Assessment: A Handbook</i> (Washington), Appendix D, pp. 379–407. Available via the Internet: <a href="http://www.imf.org/external/pubs/ft/fsa/eng/pdf/append.pdf">http://www.imf.org/external/pubs/ft/fsa/eng/pdf/append.pdf</a></p> <p>Melecky, M., Podpiera. A.M., 2010, “Macprudential Stress-Testing Practices of Central Banks in Central and South Eastern Europe: An Overview and Challenges Ahead,” Policy Research Working Paper Series No. 5434 (The World Bank). <a href="http://www-wds.worldbank.org/external/default/WDSContentServer/IW3P/IB/2010/09/27/000158349_20100927131234/Rendered/PDF/WPS5434.pdf">http://www-wds.worldbank.org/external/default/WDSContentServer/IW3P/IB/2010/09/27/000158349_20100927131234/Rendered/PDF/WPS5434.pdf</a></p>	<p>Course site</p> <p>Internet</p> <p>Internet</p>
<p><b>L-7</b></p>	<p><b>Managing International Capital Flows</b></p> <p>International Monetary Fund, 2011, “Recent Experiences in Managing Capital Inflows—Cross-Cutting Themes and Possible Policy Framework”, IMF Policy Paper, (Washington: International Monetary Fund). <a href="http://www.imf.org/external/np/pp/eng/2011/021411a.pdf">http://www.imf.org/external/np/pp/eng/2011/021411a.pdf</a></p>	<p>Internet</p>

	<p>Catão, L.A.V. &amp; Milesi-Ferretti, G.M. 2014, “External Liabilities and Crises”, Journal of International Economics. WP version Available at: <a href="http://papers.ssrn.com/sol3/papers.cfm?abstract_id=2276348">http://papers.ssrn.com/sol3/papers.cfm?abstract_id=2276348</a>. Shorter-version at: <a href="http://www.voxeu.org/article/external-liabilities-and-crisis-risk">http://www.voxeu.org/article/external-liabilities-and-crisis-risk</a></p> <p>Korinek, Anton, 2011, “The New Economics of Prudential Capital Controls”, <i>IMF Economic Review</i> <b>59</b>, 523-561. Available at: <a href="http://www.korinek.com/">http://www.korinek.com/</a></p>	<p>Internet</p> <p>Internet</p>
<b>L-8</b>	<p><b>Currency and Banking Crises</b></p> <p>Krugman, Paul, 2010, “Crises,” mimeograph, Princeton University (January). Available via the Internet: <a href="http://www.princeton.edu/~pkrugman/CRISES.pdf">www.princeton.edu/~pkrugman/CRISES.pdf</a></p> <p>The Economist, 2013, “The Origin of the Financial Crisis: Crash Course,” <a href="http://www.economist.com/news/schoolsbrief/21584534-effects-financial-crisis-are-still-being-felt-five-years-article">http://www.economist.com/news/schoolsbrief/21584534-effects-financial-crisis-are-still-being-felt-five-years-article</a></p> <p>Kaminsky, G. and C. Reinhart, 1999, “The Twin Crises: The Causes of Banking and Balance of Payments Problems,” <i>American Economic Review</i>, Vol. 89, No. 3, pp. 473–500. Available via the internet: <a href="http://home.gwu.edu/~graciela/HOME-PAGE/RESEARCH-WORK/WORKING-PAPERS/twin-crisis.pdf">http://home.gwu.edu/~graciela/HOME-PAGE/RESEARCH-WORK/WORKING-PAPERS/twin-crisis.pdf</a></p>	<p>Internet</p> <p>Internet</p> <p>Internet</p>
<b>L-9</b>	<p><b>Exchange Rate Policy</b></p> <p>Obstfeld, M., J. C. Shambaugh, &amp; A. M. Taylor, 2005, “The Trilemma in History: Tradeoffs among Exchange Rates, Monetary Policies, and Capital Mobility,” <i>Review of Economics and Statistics</i> 87, pp. 423-38.</p> <p>Philips, S et al, 2013, “Exchange Assessment Methodologies (EBA),” IMF Working paper 13/272 (Washington). (<i>Also available in Russian.</i>) Available at: <a href="https://ideas.repec.org/p/imf/imfwpa/13-272.html">https://ideas.repec.org/p/imf/imfwpa/13-272.html</a></p>	<p>Course site</p> <p>Internet</p>
<b>L-10</b>	<p><b>Micro- and Macro-Prudential Supervision and Regulation</b></p> <p>Jacome, Louis and Erlend Neer, 2012, “Macroprudential Policy: Protecting the Whole,” <i>Finance and Development</i>, Vol. 49 No. 1 (March). Available via the Internet: <a href="http://www.imf.org/external/pubs/ft/fandd/2012/03/jacome.htm">http://www.imf.org/external/pubs/ft/fandd/2012/03/jacome.htm</a></p> <p>International Monetary Fund, 2011, “Macroprudential Policy: An Organizing Framework,” IMF Policy Paper, March. Available via the Internet: <a href="http://www.imf.org/external/np/pp/eng/2011/031411.pdf">http://www.imf.org/external/np/pp/eng/2011/031411.pdf</a></p>	<p>Internet</p> <p>Internet</p>