
IMF – Joint Vienna Institute (JVI)

Managing Capital Flows: Macroeconomic Analysis and Policies (JV17.32)

Vienna, Austria

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READING LIST

L–1: Introductory Lecture

International Monetary Fund, 2012, “Liberalizing Capital Flows and Managing Outflows.”
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International Monetary Fund, 2012, “The Liberalization and Management of Capital Flows: An Institutional View.”
<http://www.imf.org/external/np/pp/eng/2012/111412.pdf>

International Monetary Fund, 2012, “Liberalizing Capital Flows and Managing Outflows—Background Paper.”
<https://www.imf.org/external/np/pp/eng/2012/031612.pdf>

International Monetary Fund, 2016, “Capital Flows—Review of Experience with the Institutional View.”
<https://www.imf.org/en/Publications/Policy-Papers/Issues/2017/01/13/PP5081-Capital-Flows-Review-of-Experience-with-the-Institutional-View>

L–2: Balance of Payments: A Refresher

International Monetary Fund, 2009, “Balance of Payments and International Investment Position Manual,” Sixth Edition (BPM6).
<https://www.imf.org/external/pubs/ft/bop/2007/pdf/bpm6.pdf>

L–3/L-4 Measuring Financial Integration I & II

Chinn, Menzie D. and Hiro Ito, 2006, “What Matters for Financial Development? Capital Controls, Institutions, and Interactions,” *Journal of Development Economics*, Volume 81, Issue 1, Pages 163–192 (October), <http://isiarticles.com/bundles/Article/pre/pdf/12473.pdf>

Magud, Nicolas E., Carmen M. Reinhart, and Kenneth Rogoff, 2011, “Capital Controls: Myth and Reality a Portfolio Balance Approach to Capital Controls,” NBER Working Paper 16805.
<http://www.nber.org/papers/w16805>

Obstfeld, Maurice, 2012, “Does the Current Account Still Matter?” *American Economic Review*, Vol. 102, No. 3, pp. 1–23, <https://www.aeaweb.org/articles?id=10.1257/aer.102.3.1>

Gourinchas, Pierre-Olivier, Hélène Rey, External Adjustment, Global Imbalances, Valuation Effects, Chapter 10, In: Gita Gopinath, Elhanan Helpman and Kenneth Rogoff, Editor(s), *Handbook of International Economics*, Elsevier, 2014, Volume 4, pp. 585–645,
<http://www.sciencedirect.com/science/journal/15734404?sd=1>

L–5: Long Run Determinants of Capital Flows

Gourinchas, Pierre-Olivier and Jeanne Olivier Jeanne, 2006, “The Elusive Gains from International Financial Integration,” *Review of Economic Studies*, Oxford University Press, vol. 73(3), pp. 715-741, <https://academic.oup.com/restud/article/73/3/715/1577519/The-Elusive-Gains-from-International-Financial>

Alfaro, Laura, Sebnem Kalemli-Ozcan and Vadym Volosovych, 2008, “Why Doesn't Capital Flow from Rich to Poor Countries? An Empirical Investigation,” *The Review of Economics and Statistics*, MIT Press, Vol. 90(2), pp. 347-368, <http://www.mitpressjournals.org/doi/abs/10.1162/rest.90.2.347>

Gourinchas, Pierre-Olivier and Jeanne Olivier, 2013, “Capital Flows to Developing Countries: The Allocation Puzzle,” *Review of Economic Studies*, Oxford University Press, Vol. 80(4), pp. 1484-1515, <https://academic.oup.com/restud/article/80/4/1484/1578456/Capital-Flows-to-Developing-Countries-The>

L–6: Macroeconomic Volatility and Capital Flows

Mendoza, E. and Marco Terrones, 2008, “An Anatomy of Credit Booms: Evidence from Macro Aggregates and Micro Data,” NBER Working Paper 14049, <http://www.nber.org/papers/w14049>

Reinhart, Carmen, and Vincent Reinhart, 2009, “Capital Flow Bonanzas: An Encompassing View of the Past and Present,” in J. Frankel and C. Pissarides, eds., *NBER International Seminar in Macroeconomics 2008*, University of Chicago Press, <http://www.nber.org/chapters/c8229>

Recommended:

Dell'Ariccia, Giovanni, Paolo Mauro, Andre Faria, Jonathan David Ostry, Julian Di Giovanni, Martin Schindler, Ayhan Kose and Marco Terrones, 2008, “Reaping the Benefits of Financial Globalization,” IMF Occasional Papers 264, <https://www.imf.org/en/Publications/Occasional-Papers/Issues/2016/12/31/Reaping-the-Benefits-of-Financial-Globalization-20537>

Montiel, P. 1998, “The Capital Flow Problem,” World Bank Working Paper 37135 http://www-wds.worldbank.org/external/default/WDSContentServer/WDSP/IB/1999/11/05/000094946_99102605302282/additional/127218024_200210324042428.pdf

International Monetary Fund, 2016, *World Economic Outlook, April 2016*: “Understanding the Slowdown in Capital Flows to Emerging Markets,” Chapter 2, pp. 63–98 (Washington). <https://www.imf.org/~media/Websites/IMF/imported-flagship-issues/external/pubs/ft/weo/2016/01/pdf/c2pdf.ashx>.

L–7/L–8 Capital Account Liberalization: Financial Reforms, Crisis and Growth I & II

Bonfiglioli, Alessandra, 2008, “Financial Integration, Productivity and Capital Accumulation,” *Journal of International Economics*, Volume 76, Issue 2, pp. 337-355, <http://www.sciencedirect.com/science/article/pii/S0022199608000895/pdf?md5=2c615cf1088788a31e7aa0cccf23dad1&pid=1-s2.0-S0022199608000895-main.pdf>

Ranciere, Romain, Aaron Tornell and Frank Westermann, 2006, “Decomposing the Effects of Financial Liberalization: Crises vs. Growth,” *Journal of Banking & Finance*, Volume 30, Issue 12, pp. 3331-3348, www.econ.ucla.edu/people/papers/Tornell/Tornell408.pdf

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L–7/L–8 Capital Account Liberalization: Financial Reforms, Crisis and Growth I & II

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Klein, Michael, 2012, “Capital Controls: Gates and Walls,” paper presented at Brookings Panel on Economic Activity, September 13–14, 2012, https://www.bc.edu/content/dam/files/schools/cas_sites/economics/pdf/Seminars/SemF2012/Klein.pdf

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Varela, Liliana, 2017 (forthcoming), “Reallocation, Competition and Productivity: Evidence from a Financial Liberalization Episode,” *Review of Economic Studies*, www.restud.com/wp-content/uploads/2017/08/MS20551manuscript.pdf

Williamson, John, 1997, “Orthodoxy is Right: Liberalize the Capital Account Last,” pp. 13–16 in C. Thies and R. Sweeney, eds., *Capital Controls in Emerging Economies* (Boulder, Westview Press).

L–9: Financial Crisis: Why, When and How?

Laeven, Luc, and Fabian Valencia, 2008, “Systemic Banking Crises: A New Database,” IMF Working Papers 08/224 (Washington: International Monetary Fund). <https://www.imf.org/external/pubs/ft/wp/2008/wp08224.pdf>

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Kaminsky, Graciela L. and Carmen M. Reinhart, 1999, “The Twin Crises: The Causes of Banking and Balance-Of-Payments Problems,” *American Economic Review*, Vol. 83(3), pp. 473–500, https://www.macro-economics.tu-berlin.de/fileadmin/fg124/financial_crises/literature/Kaminsky_Reinhart_1999.pdf

Kaminsky, Graciela, 2006, “Currency Crises: Are they all the Same?” *Journal of International Money and Finance*, Vol. 25, No. 3, pp. 503–527, <http://citeseerx.ist.psu.edu/viewdoc/download?doi=10.1.1.652.2291&rep=rep1&type=pdf>

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L–10: International Financial Integration in the Aftermath of the Global Financial Crisis

Lane, Philip R. and Gian Maria Milesi-Ferretti, 2017, “International Financial Integration in the Aftermath of the Global Financial Crisis,” IMF Working Paper 17/115 <https://www.imf.org/~media/Files/Publications/WP/2017/wp17115.ashx>