CONFERENCE INFORMATION BROCHURE

EXPECTATIONS, PRICES AND MONETARY POLICY

Rethinking Macroeconomic Dynamics

ACADEMIC CONFERENCE 16-17 SEPT.

SISTER CONFERENCE 18 SEPT.

Lima, Peru

ORGANIZED BY:

BANCO CENTRAL DE RESERVA DEL PERÚ | Northwestern University | BANK OF CANADA BANQUE DU CANADA | UCLA | UCL | FRIEDRICH NAUMANN STIFTUNG Für die Freiheit. Países Andinos

Dear participant:

Welcome to the event “Expectations, Prices and Monetary Policy” organized by the Banco Central de Reserva del Perú (BCRP), Northwestern University (NU), Bank of Canada, University of California Los Angeles (UCLA), University College London (UCL) and the Friedrich Naumann Foundation (FNF Andean Countries) on September 16th and 17th, 2024 in Lima, Peru.

We have a “Sister Conference” the morning after our main event, Wednesday, September 18th. This one is policy-oriented and will feature high-profile policymakers from the region. You are welcome to stay an extra night to attend this conference. Please let us know if this interests you so we can help with the arrangements.

The organizing committee invites you to review the following information brochure.

OVERVIEW

Recent years have posed significant challenges worldwide. In the aftermath of the pandemic and the substantial fiscal and monetary measures taken to address it, the Russian invasion of Ukraine sparked an inflation crisis, particularly impacting energy and food prices. This further increased fiscal strain as governments worked to support the most vulnerable populations. Higher inflation indirectly benefited governments with debt issued in their own currency by reducing its real value. However, central banks raised interest rates substantially during 2022, affecting borrowing capacity and debt service globally.

Looking forward, active discussions on fiscal reforms are underway to rebuild fiscal buffers. Fiscal challenges may pressure central banks to assist treasuries through higher inflation, lower interest rates, or direct price support of government debt using central banks' balance sheets. This is an opportune moment to learn from the region's diverse strategies and monetary systems, emphasizing the significance of monetary-fiscal linkages and the importance of central bank independence.

The goal of this conference is to bring together academics and policymakers to discuss new ways to understand the role of expectations on the macro economy and to explore the associated policy implications. While there's been an active research agenda trying to understand the effects of expectations on the economy, this research can benefit from greater dissemination among policymakers. At the same time, policymakers and practitioners have working knowledge of investor and specialist sentiments that does not percolate to academia. The agenda we aim to prepare is central to policy debates such as what is the optimal conduct of monetary and fiscal policy going forward.

We want to bring leading scholars and Latin American policymakers to have an enriching set of discussions.

TRAVEL ARRANGEMENTS

For travel arrangements, please get in touch with the local organizers:

Ms. Patricia Castillo (patricia.castillo@bcrp.gob.pe)
Ms. Susan Hidalgo (susan.hidalgo@bcrp.gob.pe)

We suggest that you book your tickets as soon as possible.

The organizers will cover the nights of September 15th-17th (Sun-Tues) at the location detailed below. The hotel rooms have already been reserved. Additionally, the night of the 18th (Wednesday) will be covered for participants who wish to attend the FNF sister conference---see details below to confirm your participation.

If you want to arrive earlier, please let us know so we can help you book extra nights---to be paid out of pocket. Also, if you need assistance, we can help arrange travel plans to Cusco or other areas if you'd like to explore more of Peru.

We will also schedule transportation once we set up the conference website.

EXTRA NIGHT STAY SISTER CONFERENCE ON THE 18TH OF SEPTEMBER

A sister conference will be held the day after the main conference, on the morning of Wednesday, September 18th, at the same location, Hotel Belmond. This policy-oriented conference, organized by the Friedrich Naumann Foundation (FNF) in Lima, will feature high-profile policymakers from the region. You are welcome to stay an extra night (from Wednesday 18th to Thursday 19th) to attend. The sister conference will take place from 09:00 to 13:00, followed by lunch from 13:00 to 14:00. If you are interested, please let us know so we can book the extra night and lunch at the hotel.

Please inform patricia.castillo@bcrp.gob.pe, niome.hueneke-brown@freiheit.org (FNF) and wendy.santillana@belmond.com for confirmation.

AUTHORS SHOULD SEND PAPERS DIRECTLY TO DISCUSSANTS

Please feel free to contact your respective discussants/presenters directly to schedule the submission of your papers for discussion if you plan on updating them. We have included the list of participants and their emails below.

The Banco Central de Reserva del Perú will provide the website of the conference Eventos BCRP. This platform allows you to access all the necessary information about the conference, such as the agenda, list of participants, presentations, and more. For this reason, you should also send your presentations to Mr. Luis Francisco Vargas (luis.vargas@bcrp.gob.pe), attaching a photograph of yourself.

CONFERENCE LOCATION AND OFF-SITE EVENTS

The conference will be held at:

Belmond Miraflores Park Hotel: Malecón de la Reserva 1035, Mirafores, Lima, Peru.

Check-in time at the hotel is Sunday 15:00, and checkout time is at 12:00.

In addition to the main conference, which will last from 10:00 to 17:00, we have planned some off-site events, including:

Informal Dinner on Saturday if you arrive early
Saturday, September 14th / 19:00

For those arriving over the weekend, we will organize an informal dinner on Saturday evening. We will book a nice restaurant for us to enjoy. Please confirm your arrival.

Welcome Cocktail
Sunday, September 15th / 19:00

Central Reserve Bank's Museum in Downtown Lima
Jr. Lampa 474, Lima

Conference Dinner
Monday, September 16th / 19:00

Huaca Pucllana Restaurant, located in pre-inca period pyramid
Calle General Borgoño 860, Miraflores

Conference Dinner
Tuesday, September 17th / 19:00

Tragaluz Restaurant (1st floor)
Belmond Miraflores Park Hotel

SUPPORTED BY:

BANCO CENTRAL DE RESERVA DEL PERÚ

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VENUE OF THE EVENT

Both the conference and the lodging of participants will take place at Belmond Miraflores Park Hotel. Reservations will be made and covered by the event organizers for the dates of the "Academic Conference" (16th-17th September).

To book your room, please get in touch with the hotel directly:

HOTEL (MEETING VENUE)	ROOM TYPE	HOTEL RATE FOR FOREIGNERS	CONTACT
Belmond Miraflores Park Hotel Malecón de la Reserva 1035, Miraflores	Deluxe Room	USD 273.90 (Without vat)	Wendy Santillán (wendy.santillana@belmond.com) You must mentioning the name of the event to get the preferential rate.

If you require additional nights of accommodation, early or late check in, you must request them directly with the hotel, as well as any additional services such as children day care, tips, SPA, international calls and transfers, among others. These additional services will be paid for by the participant.

The "Sister Conference" organized by the Friedrich Naumann Foundation will take place the morning after our main event, on Wednesday, September 18th, at Belmond Miraflores Park Hotel. This conference will feature high-profile regional policymakers. If you wish to attend and stay an extra night, please inform patricia.castillo@bcrp.gob.pe, niome.hueneke-brown@freiheit.org (FNF) and wendy.santillana@belmond.com for confirmation.

LOCATION

Lima is the capital of the Republic of Peru. Located on the country's central coast along the Pacific Ocean, it forms a large and densely populated urban area known as the Metropolitan Area of Lima. This area is flanked by a coastal desert that extends to the valleys of the Chillón, Rímac, and Lurín rivers.

Internationally, it is the fifth-most populated city in Latin America and one of the thirty-three most populated urban areas in the world.

Lima has many more sights to mention that you should visit. Remember to enjoy our world-renowned cuisine, unforgettable nightlife, and a varied cultural scene.

We invite you to enjoy the city of kings!

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AGENDA

	MONDAY 16TH Academic Conference	TUESDAY 17TH Academic Conference
9:00-10:00	**Session 1: Fiscal Policy and Expectations** Chair: Marco Ortiz (U Pacifico) Presenter: Marios Angeletos (NWU) "Deficits, Self-Financing, and Inflation" with Chris Wolf and Chen Lian. Discussant: Marco Basseto (FRB Minneapolis)	**Session 3: Heterogeneity** Chair: Ben Tomlin (Bank of Canada) Presenter: Morten Ravn (UCL) "The Aggregate Effects of Changes in Market Power in the United States" Discussant: Juan Herreño (University of California San Diego)
10:15-11:15	Presenter: Dejanir Silva (Purdue) "Sticky Inflation" with Saki Bigio and Nicolas Caramp Discussant: Anmol Bhandari (U Minnesota)	Presenter: Sergio Rebelo (Kellogg School of Management) "Banking and State-Dependent Effects of Monetary Policy" with Martin Eichenbaum and Federico Puglisi Dan Discussant: Dan Greenwald (NYU Stern)
11:30-12:30	Presenter: Francesco Bianchi (Johns Hopkins) "Fiscal Influences on Inflation in OECD Countries, 2020-2022" with Robert Barro Discussant: Nicolas Caramp (UC Davis)	Presenter: Esther Faia (Goethe University) "What Central Bankers Can Learn from Models with Idiosyncratic Risk Discussant" Discussant: Jesper Linde (IMF)
12:30-14:00	Lunch at "The Observatory" restaurant (11th floor Belmond Miraflores Park Hotel)	Lunch at "The Observatory" restaurant (11th floor Belmond Miraflores Park Hotel)
14:00-15:00	**Session 2: Measurement** Chair: Martin Eichenbaum (NWU) Presenter: Chen Lian (UC Berkeley) "Beliefs About the Economy are Excessively Sensitive to Household-Level Shocks: Evidence from Linked Survey and Administrative Data" with Dmitry Taubinsky, Luigi Butera, Matteo Saccarola Discussant: Joao Guerreiro (UCLA)	**Session 4: Broader Topics** Chair: Saki Bigio (UCLA) Presenter: Lawrence Christiano (Northwestern University) "The International Monetary Transmission Mechanism" with Santiago Camarra and Husnu Taleic Discussant: Matteo Cacciatore (Bank of Canada)
15:15-16:15	Presenter: Ricardo Reis (LSE) "The People versus the Markets: A Parsimonious Model of Inflation Expectations" Discussant: Lukasz Rachel (UCL)	Presenter: Yueran Ma (Chicago Booth) "Bankruptcy Resolution and Credit Cycles" with Martin Kornejew, Chen Lian, Pablo Ottonello Discussant: Efi Benmelech (Kellogg School of Management)
16:30-17:30	**Keynote Session** Beliefs and Macroeconomy – Research Agenda Introduction by Marco Vega (BCRP) Nicola Gennaioli (Bocconi University)	**Policy Panel** "Navigating Change: Harnessing Credibility for Effective Monetary and Fiscal Reforms" Julio Velarde (Governor, Banco Central de Reserva del Perú) and Ricardo Lopez Murphy (former Minister of Finance, Argentina)
19:00-22:00	**Dinner** Huaca Pucllana Restaurant Calle General Borgoño 860, Miraflores	**Dinner** Tragaluz Restaurant Belmond Miraflores Park Hotel

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AGENDA

"From Inflation Surge to Fiscal Challenges: Strategies for an Uncertain Future"

WEDNESDAY 18TH

Sister Conference

	Session 1 Chair: Niome Hüneke-Brown (FNF)
9:00-10:30	**Policy Panel: "The Inflation Surge 2021-2023: Managing Expectations"** Carlos Montoro (BCRP) Juan José Ospina (Banco de la República, Colombia) 3rd speaker (TBC)
10:30-11:00	Coffee break
11:00-12:30	**Policy Panel: "Fiscal Challenges in an Uncertain World: The Role of Fiscal Institutions"** Klaus Schmidt-Hebbel (Universidad del Desarrollo) Carlos Oliva (Banco Central de Reserva del Perú, Universidad del Pacífico) Alexander Lieber (Deutsche Bundesbank)
12:30-13:00	Closing remarks
13:00-14:30	Lunch at "The Observatory" restaurant (11th floor Belmond Miraflores Park Hotel)

REGISTRATION FORM

For us to learn about your needs and thus be able to guarantee your care during the event in the city of Lima, it is of utmost importance that you fill out the following registration form before August 16th:

REGISTRATION FORM

GENERAL INFORMATION

Currency and means of payment

Peru's currency is the Sol. Bills in denominations of 200, 100, 50, 20, and 10 are currently in circulation, as well as 5, 2, and 1 coins and 0.50, 0.20, and 0.10 cents.

At ATMs, you can select your preferred currency (Sol or Dollar), and you can access exchange houses to change dollars to Soles.

Visas

When needed, visas to enter the country should be requested duly in advance from Peruvian Embassies and Consulates. If a participant has problems obtaining a visa, let us know immediately so we can make the necessary arrangements with the authorities.

**Before traveling, verify that your passport is valid for at least six months beyond your planned arrival date. Travelers must meet this requirement to be allowed entry into Peru. If you require additional nights of accommodation, early or late check-in, or any other services such as childcare, tips, spa, international calls, or transfers, you must request them directly with the hotel. These additional services will be paid for by the participant*

Transportation

The organizers of the event will take care of transportation to and from the Jorge Chávez International Airport in Lima, located in Callao, 11 kilometers (6.8 miles) northwest of downtown Lima and 17 kilometers (11 miles) from the Miraflores District, as well as the transfers to the activities scheduled for the event according to the information recorded by the participants in the registration form, the social events in the agenda, and the "Sister Conference."

Please note that you must indicate your arrival date and flight number on the registration form and coordinate pick-up arrangements if you intend to attend social events and the "Sister Conference."

For private trips around the city, it is not advisable to take taxis from the street due to security concerns. Please request a taxi from the hotel.

Weather

Lima experiences a warm and slightly humid climate during September, with temperatures around 15° C to 19 ° C.

This information is for reference only. We recommend checking the weather information before traveling.

If you have any questions or need further information, please do not hesitate to contact us. We look forward to your participation and a successful conference.

Saki Bigio & Marty Eichenbaum,
On behalf of Banco Central de Reserva del Perú (BCRP), Northwestern University (NU) Bank of Canada, University of California Los Angeles (UCLA), University College London (UCL) and Friedrich Naumann Foundation (FNF Andean Countries)