

Working Papers Issued in 2011

All institute working papers are available on the Dallas Fed website at www.dallasfed.org/institute/wpapers/.

No. 68

Exchange Rate Pass-Through, Domestic Competition and Inflation: Evidence from the 2005/08 Revaluation of the Renminbi
Raphael Auer

No. 69

What Can EMU Countries' Sovereign Bond Spreads Tell Us About Market Perceptions of Default Probabilities During the Recent Financial Crisis?
Niko Dötz and Christoph Fisher

No. 70

Exchange Rate Pass-Through: Evidence Based on Vector Autoregression with Sign Restrictions
Lian An and Jian Wang

No. 71

Vertical Specialization, Intermediate Tariffs, and the Pattern of Trade: Assessing the Role of Tariff Liberalization to U.S. Bilateral Trade 1989–2001
Shalah Mostashari

No. 72

Global Banking and International Business Cycles
Robert Kollmann, Zeno Enders and Gernot J. Müller
Published in *European Economic Review*, vol. 55, April 2011, pp. 407–26.

No. 73

Multiproduct Firms and Price-Setting: Theory and Evidence from U.S. Producer Prices
Saroj Bhattacharai and Raphael Schoenle

No. 74

A Redux of the Workhorse NOEM Model with Capital Accumulation and Incomplete Asset Markets
Enrique Martínez-García

No. 75

International Liquidity Provision During the Financial Crisis: A View From Switzerland
Raphael Auer and Sébastien Kraenzlin

No. 76

Information Costs, Networks and Intermediation in International Trade
Dimitra Petropoulou

No. 77

Export Basket and the Effects of Exchange Rates on Exports—Why Switzerland Is Special
Raphael Auer and Philip Saure

No. 78

Welfare Costs of Inflation and the Circulation of U.S. Currency Abroad
Alessandro Calza and Andrea Zaghini
Published in *The B.E. Journal of Macroeconomics*, vol. 11, May 2011, article 12.

No. 79

Low Interest Rates and Housing Booms: the Role of Capital Inflows, Monetary Policy and Financial Innovation
Filipa Sá, Pascal Towbin and Tomasz Wieladek

No. 80

Monetary Policy, Capital Inflows, and the Housing Boom
Filipa Sá and Tomasz Wieladek

No. 81

Lessons for Monetary Policy: What Should the Consensus Be?
Otmar Issing

No. 82

Oil Shocks through International Transport Costs: Evidence from U.S. Business Cycles
Hakan Yilmazkuday

No. 83

Price Setting in a Leading Swiss Online Supermarket
Martin Berka, Michael B. Devereux and Thomas Rudolph

No. 84

Sharing the Burden: Monetary and Fiscal Responses to a World Liquidity Trap
David Cook and Michael B. Devereux

Working Papers

(continued)

No. 85

Optimal Monetary Policy Under Financial Sector Risk

Scott Davis and Kevin X.D. Huang

No. 86

Do Banking Shocks Matter for the U.S. Economy?

Naohisa Hirakata, Nao Sudo and Kozo Ueda

No. 87

Currency Blocs in the 21st Century

Christoph Fischer

No. 88

Global Asset Pricing

Karen K. Lewis

No. 89

Financial Integration and International Business Cycle Co-Movement: The Role of Balance Sheets

Scott Davis

Published in *Journal of International Economics*, vol. 85, November 2011, pp. 302–16.

No. 90

A Sentiment-Based Explanation of the Forward Premium Puzzle

Jianfeng Yu

No. 91

Indeterminacy and Forecastability

Ipppei Fujiwara and Yasuo Hirose

No. 92

Asian Financial Linkage: Macro-Finance Dissonance

Ipppei Fujiwara and Koji Takahashi

No. 93

How Much Asymmetry Is There in Bond Returns and Exchange Rates?

Ipppei Fujiwara, Lena Mareen Körber and Daisuke Nagakura

No. 94

Product Durability and Trade Volatility

Dimitra Petropoulou and Kwok Tong Soo

No. 95

Borders and Big Macs

Anthony Landry

No. 96

A Real-Time Historical Database for the OECD

Adriana Z. Fernandez, Evan F. Koenig and Alex Nikolsko-Rzhevskyy

No. 97

Immigrant Language Barriers and House Prices

Andreas M. Fischer

Will be published in *Regional Science and Urban Economics*, vol. 42, May 2012, pp. 389–95.

No. 98

Do Mood Swings Drive Business Cycles and Is It Rational?

Paul Beaudry, Deokwoo Nam and Jian Wang

No. 99

A Cross-Country Quarterly Database of Real House Prices: A Methodological Note

Adrienne Mack and Enrique Martínez-García

No. 100

Thousands of Models, One Story: Current Account Imbalances in the Global Economy

Michele Ca' Zorzi, Alexander Chudik and Alistair Dieppe

No. 101

Aggregation in Large Dynamic Panels

M. Hashem Pesaran and Alexander Chudik

No. 102

How Have Global Shocks Impacted the Real Effective Exchange Rates of Individual Euro Area Countries Since the Euro's Creation?

Matthieu Bussiere, Alexander Chudik and Arnaud Mehl

No. 103

Size, Openness, and Macroeconomic Interdependence

Alexander Chudik and Roland Straub