



## The Twenty Fourth Annual Meeting

### Academic Sessions and Business Meeting

San Francisco, CA

January 3-5, 2009

The Korea-America Economic Association



## Acknowledgments

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Maeil Business Newspaper

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Bank of Korea

Korea Institute of Finance

SK Research Institute

Korea Economic Research Institute

Korea Securities Research Institute

Korea Economic Institute

Korean Consulate General in San Francisco

**KAEA Forum for Graduate Students**  
**Tips for job market interviews**  
open to public

*Date* January 2 (Fri.) 8:30-9:30 p.m.  
*Place* Hilton -- Executive Board Room

*Panelists*

**Hyungsik Roger Moon** (University of Southern California)

**Sokbae Simon Lee** (University College London)

**Jae W. Sim** (Federal Reserve Board)

**I. Housing Finance, Collateral and Financial Development**  
(Joint with AEA)

*Date* January 3 (Saturday), 2:30 - 4:30  
*Place* Hilton / Union Square 22

*Chair* **Hyun Song Shin**, Princeton University

*Papers*

**Nobuhiro Kiyotaki**, Princeton University, **Alex Michaelides**, London School of Economics, and **Karin Nikolov**, London School of Economics -- Housing Collateral and Aggregate Fluctuations

**Adriano Rampini**, Duke University, and **S. Viswanathan**, Duke University -- Collateral, Financial Intermediation and the Distribution of Debt Capacity

**Se-Jik Kim**, Seoul National University, and **Hyun Song Shin**, Princeton University -- The Jeonse Housing Contract: Secret of Korea's Economic Success?

**Joonhyuk Song**, Korea Development Institute -- Housing Finance and Wealth Accumulation in Korea

*Discussants*

**Guido Lorenzoni**, Massachusetts Institute of Technology  
**David Skeie**, Federal Reserve Bank of New York  
**Nobuhiro Kiyotaki**, Princeton University  
**Hyun Song Shin**, Princeton University

## II. Recent Development of Econometric Theory

*Date* January 4 (Sunday), 8:00 - 10:00

*Place* Hilton / Union Square 5&6

*Chair* **Hyungsik Roger Moon**, U. of Southern California

### *Papers*

**Sung Jae Jun**, Pennsylvania State University -- Local Structural Quantile Effects in a Model with a Nonseparable Control Variable

**Dukpa Kim**, University of Virginia, **Pierre Perron**, Boston University -- Assessing the Relative Power of Structure Break using a Framework Based on the Approximate Bahadur Slope

**Kyooil Kim**, University of Minnesota -- Inference for Subsets of Parameters in Partially Identified Models

**Yoonseok Lee**, University of Michigan -- Nonparametric Estimation of Dynamic Panel Models with Fixed Effects

### *Discussants*

**Kyooil Kim**, University of Minnesota

**Yoonseok Lee**, University of Michigan

**Sung Jae Jun**, Pennsylvania State University

**Dukpa Kim**, University of Virginia

## III. Economic Fluctuations and Growth

*Date* January 4 (Sunday), 12:30 - 2:15

*Place* Hilton / Union Square 5&6

*Chair* **Jinill Kim**, Federal Reserve Board

### *Papers*

**Yongseok Shin**, Washington University in St. Louis, **Francisco Buera**, Northwestern University, and **Joe Kaboski**, Ohio State University -- Finance and Development: A Tale of Two Sectors

**Yoonsoo Lee**, Federal Reserve Bank of Cleveland, and **Toshihiko Mukoyama**, University of Virginia -- Entry, Exit, and Plant-level Dynamics over the Business Cycle

**Stanley Cho**, University of South Wales -- Accounting for life cycle wealth accumulation: the role of housing institution

### *Discussants*

**Hye Mi You**, State University of New York at Buffalo

**Jae Won Lee**, Rutgers University

**Soohyung Lee**, University of Maryland

**Maekyung-KAEA Forum  
on  
Recent Financial Market Turmoil**  
(open to public)

*Date* January 4 (Sun.) 5:00-6:30 p.m.

*Place* Hilton – Continental Parlors 2&3

*Opening Remarks*

**Dae Whan Chang**, Chairman and Publisher, Maeil  
Business Newspaper

*Moderator*

**Hyun Song Shin** (Princeton University)

*Panelists*

**Robert Shiller** (Yale University)

**Frederic Mishkin** (Columbia University)

**KAEA Business Meeting/ Banquet**

**Business Meeting – members only**

*Date* January 4 (Sun.) 6:30-7:00 p.m.

*Place* Hilton – Continental Parlors 2&3

*Chair* **Sunghyun Kim** - Vice President, KAEA

1. Report by President
2. Report by Secretary General and Treasurer
3. Voting on Bylaws revision
4. Maekyung Economist Award
5. KAEA Young Scholar Award
6. Report of Election Results
7. Introduction of New Executive Officers

**Annual Banquet (7:00-9:00) – members and their guests**

Dinner speaker

**Bon-woo Koo**, Consul-General at San Francisco

## Panel Discussion on Korean Economy

*Date* January 5 (Mon.) 8:00-10:00 a.m.

*Place* Hilton – Union Square 5&6

### *Moderator*

**Jong Won Lee**, Korean Economic Association

### *Panelists*

**Kyungsoo Kim**, Bank of Korea

**Jung Taik Hyun**, Korea Development Institute

**Dong Gull Lee**, Korea Institute of Finance

**Jong-Seok Kim**, Korea Economic Research Institute

**Wookyu Park**, SK Research Institute

Breakfast buffet will be served from 7:30 for those who attend the panel discussion.

## KAEA Workshop A Research with Korean Data

*Date* January 5 (Mon.) 10:10-10:55 a.m.

*Place* Hilton – Union Square 5&6

*Chair* **Keunkwan Ryu**, Seoul National University

### *Papers*

**Woochan Kim**, KDI School of Public Policy and Management, **Woojin Kim**, Korea University, and **Kap-Sok Kwon**, KT -- Value of outside blockholder activism: evidence from the switchers

**Bun Song Lee**, Northwestern State University, **Soomyung Jang**, Korea National University of Education, and **Sung Hyo Hong**, Syracuse University -- Marshall's Scale Economies and Jacobs Externality in Korea: the Role of Age, Size and Legal Organization of Firms

**Keunkwan Ryu**, Seoul National University, **Sang-Mook Lee**, Samsung Research Institute, and **Jihye Yoo**, Mirae Asset Investment Company -- Management Ownership and Firm's Value: Empirical Analysis Using Panel Data of US and Korean Firms

**KAEA Workshop B  
Microeconomics and Finance**

*Date* January 5 (Mon.) 11:05-11:50 a.m.

*Place* Hilton – Union Square 5&6

*Chair* **Bong Soo Lee**, Florida State University

*Papers*

**Kitae Sohn**, SUNY at Albany -- Teacher turnover: An issue of workgroup racial diversity

**Sang-Ho Lee**, Chonnam National University, and **Zhao Chen**, Fudan University -- Incentives in Academic Tenure under Asymmetric Information

**Bong Soo Lee**, Florida State University, **Gwangheon Hong**, Sogang University, and **Youngsoo Kim**, University of Regina -- Understanding Correlations between Stock Returns and Bond Returns based on Income and Substitution Effects

**KAEA Workshop C  
Macroeconomics and International Finance**

*Date* January 5 (Mon.) 12:00-1:00 p.m.

*Place* Hilton – Union Square 5&6

*Chair* **Soyoung Kim**, Korea University

*Papers*

**Donggyu Sul**, University of Auckland, and **Nelson Mark**, University of Notre Dame -- PPP Strikes Out: The effect of common factor shocks on the real exchange rate

**Gil Kim**, University of Kentucky, and **Yoonbai Kim**, University of Kentucky -- Purchasing Power Parity and Half Life: Another Look

**Seonghoon Cho**, Yonsei University, and **Antonio Moreno**, University of Navarra -- Expectational Stability in Multivariate Models

**Soyoung Kim**, Korea University, and **Pierfederico Asdrubali**, John Cabot University -- Shock-Absorption Mechanisms for Asian Currency Areas