

Residential Training Course

Debt and the macroeconomy: leverage cycles, asset prices and crisis

2-4 March 2022

Instructor: **Moritz Schularick** | Sciences Po and University of Bonn

Sala Europa, Villa Schifanoia (Firenze)

Programme

2 March 2022

- 13.30 - 14.00 *Welcome coffee*
- 14.00 - 15.30 **Lecture 1. Debt and the macroeconomy**
The Great Leveraging and its effects
- 15.30 - 16.00 *Coffee break*
- 16.00 - 17.30 **Lecture 2. Inside the credit boom**
Inequality, savings glut and the debt boom

3 March 2022

- 9.30 - 11.00 **Lecture 3. Financial instability: the view from history**
What do we know about the origins of the financial crises?
- 11.00 - 11.30 *Coffee break*
- 11.30 - 13.00 **Lecture 4. What causes excessive risk taking in financial markets?**
What do we know about the causes and effect of lending booms and busts?
- 13.00 - 14.00 *Lunch*
- 14.00 - 15.30 **Practical session I: Financial instability: early warning models**
Testing and comparing early warning models for systemic crises
- 15.30 - 16.00 *Coffee break*
- 16.00 - 17.15 **Practical session II. The economic costs of financial crises**
Estimating the output costs of crises and their determinants
- 17.15 *Social activity*

4 March 2022

9.30 -11.00	Lecture 5. Corporate debt booms: zombies at large? Corporate debt booms and their consequences
11.00 - 11.30	<i>Coffee break</i>
11.30 - 13.00	Lecture 6. Monetary policy and financial instability The effects of monetary policy in fighting financial stability
13.00 - 14.00	<i>Lunch</i>
14.00 - 15.30	Practical session III: Leaning against the wind policies Estimating the effects of monetary shocks on the macroeconomy
15.30 - 16.00	<i>Coffee break</i>
16.00 - 17.15	Practical session IV: Macroprudential policies and their effects Estimating the effects and costs of macroprudential policies
17.15 - 17.30	<i>Closing remarks</i>