

PhD Workshop, “Expectations, Learning and Macroeconomic Policy” Friday, 26/3/2010,

George W. Evans (University of St. Andrews and University of Oregon)

Morning Session

Lecture 1 – Review of techniques: expectational stability and least-squares learning

Lecture 2 – Optimal monetary policy with learning. Policy with perpetual learning

Afternoon session

Lecture 3 – Recurrent hyperinflations and learning. Dynamic predictor selection and endogenous volatility

Lecture 4 – Liquidity traps, learning and stagnation

Reading List for PhD Workshop, “Expectations, Learning and Macroeconomic Policy”

G. W. Evans and S. Honkapohja, *Learning and Expectations in Macroeconomics*, 2001, Princeton University Press, Chapters 2, 10.

G. W. Evans and S. Honkapohja, “Expectations, Learning and Monetary Policy: an overview of recent research,” (with Seppo Honkapohja), in *Monetary Policy under Uncertainty and Learning*, ed. by Klaus Schmidt-Hebbel and Carl Walsh, 2009, pp. 27 – 76, Bank of Chile: Santiago, Chile.

J. Bullard and K. Mitra, “Learning about monetary policy rules,” *Journal of Monetary Economics*, Vol. 49, 2002, pp. 1105-1129

G. W. Evans and S. Honkapohja, “Expectations and the stability problem for optimal monetary policies,” *Review of Economic Studies*, Vol. 70, 2003, pp. 807-824.

G. W. Evans and S. Honkapohja, “Monetary policy, expectations and commitment,” *Scandinavian Journal of Economics*, Vol. 108, 2006, pp. 15-38.

A. Orphanides and J. Williams, “Imperfect knowledge, inflation expectations and monetary policy” in *The Inflation -Targeting Debate*, eds. B. Bernanke and M. Woodford, U. Chicago Press, 2005.

F. Milani, “Expectations, learning and macroeconomic persistence,” *Journal of Monetary Economics*, Vol. 54, 2007, pp. 2065-2082.

A. Marcet and J. P. Nicolini, “Recurrent hyperinflations and learning,” *American Economic Review*, Vol. 93, 2003, pp. 1476-1498.

W.A. Branch and G.W. Evans, “Model Uncertainty and Endogenous Volatility,” *Review of Economic Dynamics*, Vol. 10, 2007.

G. W. Evans, E. Guse and S. Honkapohja, “Liquidity traps, learning, and stagnation,” *European Economic Review*, Vol. 52, 2008, pp. 1438 – 1463.

G. W. Evans and S. Honkapohja, “Expectations, deflation traps and macroeconomic policy,” mimeo.