

welcome adress

annual meeting of the austrian economic association

in a period of multilateral challenge the approach of economies with theoretical, empirical and experimental contributions can help decision makers in austria and the world to reach social and political goals.

remember the ambitious long term intention of the european union to become the most competitive and dynamic knowledge-based economy in the world capable of sustainable economic growth with more and better jobs and greater social cohesion.

with its particular emphasis on the institutional aspects of the economy the austrian economic association strives to enhance applied economics and theoretical economic policy.

in this context the main theme of this year's conference will be 'behavioural and experimental economics'.

the keynote speakers will be Ernst Fehr of the University of Zürich and David Laibson of Harvard University.

I would like to congratulate the program committee for winning both excellent senior experts as well as many promising young talents in the field of economics for this conference.

it is a great honour for the Leopold-Franzens-University of Innsbruck to host this years meeting and I am pleased to welcome our dear guests of the austrian economic association.

may these two days not only be a meeting with exciting discussions but also support valuable contacts in this precious community.

Manfried Gantner

university principal, **University of Innsbruck**

programme timetable

annual meeting of the austrian economic association

friday, 27th may 2005

1200 _ 1300	registration
1300 _ 1315	welcome address: Manfred Gantner (university principal)
1315 _ 1500	keynote speaker: Ernst Fehr (University of Zürich)
1500 _ 1530	coffee break
1530 _ 1700	sessions A-1 B-1 C-1 D-1 E-1 F-1
1715 _ 1845	sessions A-2 B-2 C-2 D-2 E-2 F-2
1900 _ 2000	NOeG members' assembly
2000 _ 2200	dinner reception and 'young economist award'

saturday, 28th may 2005

0900 _ 1030	sessions A-3 B-3 C-3 D-3 E-3 F-3
1030 _ 1100	coffee break
1100 _ 1230	sessions A-4 B-4 C-4 D-4 E-4 F-4
1230 _ 1345	lunch
1345 _ 1445	sessions A-5 B-5 D-5 E-5 F-5
1500 _ 1630	NOeG lecture: David Laibson (Harvard University)

venue

university of innsbruck
sowi – universitätsstrasse 15
a-6020 innsbruck

welfare address

the invited lectures (by Ernst Fehr and David Laibson)

NOeG members' assembly

location: aula (ground floor)

registration-office:

location: 1st floor on the right – room-no: w1.05

the list of participants and the final versions of the papers presented in the sessions are available from:

<http://economics.uibk.ac.at/noeg2005/>

restaurants close-by:

'il dottore' – sowi-campus
(specialities from italy)

'kapuziner' – kaiserjägerstrasse 4 a (opposite sowi)
(beer, bretzels, snacks)

'noi' - kaiserjägerstrasse 1
(thai)

'schwarzer adler' - kaiserjägerstrasse 2 (opposite sowi)
(traditional austrian and tyrolean cuisine)

'solo pasta' - sowi-campus
(specialities from italy)

'behavioural and experimental economics'

conference programme

friday, 27th may 2005

- 1200 _ 1300** registration
location: room w1.05
- 1300 _ 1315** welcome address
Manfried Gantner (university principal)
Hannelore Weck-Hannemann (president NOeG)
location: aula
- 1315 _ 1500** keynote speaker
Ernst Fehr (University of Zürich)
'social preferences in strategic interaction'
location: aula
chair: Matthias Sutter
- 1500 _ 1530** coffee break

sessions A1 _ F1

1530 _ 1700

friday, 27th may 2005

session A-1: 'behavioral economics'

location: seminarraum 1

chair: Dorothee Schmidt

Franz Xaver Hof, Johannes Berger

'jealousy and equilibrium overconsumption – comment'

Ernesto Reuben, Frans van Winden

'negative reciprocity and the interaction of emotions and fairness norms'

Dorothee Schmidt

'morality and conflict'

session B-1: 'finance'

location: seminarraum 2

chair: Juergen Huber

Thomas Hintermaier, Emilio Espino

'asset trading volume in a production economy'

Juergen Huber, Michael Kirchler

'testing for stylized facts in experimental financial markets'

Juergen Huber, Florian Hauser,

'trading incentives and market behaviour in experimental prediction markets'

session C-1: 'contracts'

location: seminarraum 3

chair: Katri Mikkonen

Florian Englmaier

'a strategic rationale for having overconfident managers'

Susanne Pech

'adverse selection with individual- and joint-life annuities'

Katri Mikkonen

'incomplete contracts, multinational bank closure and choice of ownership structure'

session D-1: 'fiscal policy'

location: seminarraum 4

chair: Reinhard Neck

Bodo Herzog

'fiscal governance in a monetary union? theory of contract enforcement'

Reinhard Neck, Gottfried Haber, Warwick McKibbin

'less government – more wealth? on the macroeconomics of a smaller public sector in Europe'

Gottfried Haber, Reinhard Neck

'the long shadow of 'Austrokeynesianism'? public debt sustainability in Austria'

session E-1: 'empirical macroeconomics I'

location: seminarraum 8

chair: Michael Frömmel

Przemyslaw Wozniak, Monika Blaszkiewicz-Schwartzman
'the perspectives of the EMU enlargement. do EU's new member states and candidate countries fulfill the optimal currency area criteria?'

Jesus Crespo-Cuaresma, Maria Antoinette Silgoner, Jarko Fidrmuc
'fundamentals, the exchange rate and the next EU enlargement rounds - evidence from bulgaria, croatia, romania and turkey'

Michael Frömmel,
'are there bubbles in the real dollar exchange rate?'

session F-1: 'aging society'

location: seminarraum 9

chair: Andreas Wagener

Thomas Url, Helmut Hofer
'growth effects of age-related productivity differentials in an ageing society: a simulation study for austria'

Markus Knell
'high age - no kids. demographic adjustment factors for sustainable PAYG pension systems'

Andreas Wagener
'pension clubs'

sessions A2 _ F2

1715 _ 1845

friday, 27th may 2005

session A-2: 'decision making under risk'

location: seminarraum 1

chair: Astrid Matthey

Pavlo Blavatskyy
'a stochastic expected utility theory'

Mei Wang, Paul Fischbeck
'cultural differences in ranking risks and risk-reduction programs'

Astrid Matthey
'getting used to risks: reference dependence and risk inclusion'

session B-2: 'experimental public goods games'

location: seminarraum 2

chair: Vanessa Mertins

Martin Georg Kocher, Matthias Sutter, Stefan Haigner
'choosing the stick or the carrot? - endogenous
institutional choice in social dilemma situations'

Magdalena Margreiter, Jeannette Brosig,
Joachim Weimann
'endogenous group formation and the provision of public
goods: the role of promises and lies'

Vanessa Mertins
'resistance as a threshold public good: experimental
evidence'

session C-2: 'empirical industrial organisation I'

location: seminarraum 3

chair: Johann Burgstaller

Marcelo Resende
'mergers and acquisitions waves in the united kingdom: a
markov-switching approach'

Christine Zulehner
'strategic behavior of asymmetric bidders in sequential
auctions: evidence from austrian cattle auctions'

Johann Burgstaller
'when and why do Austrian companies issue shares?'

session D-2: 'monetary policy'

location: seminarraum 4

chair: Jesus Crespo-Cuaresma

Eric Mayer, Oliver Hülsewig, Timo Wollmershäuser
'bank loan supply and monetary policy transmission in
germany: an assessment based on matching impulse
responses'

Stilianos Fountas, Donal Bredin
'macroeconomic uncertainty and performance in the
european union and implications for the objectives of
monetary policy'

Jesus Crespo-Cuaresma, Cezary Wojcik
'measuring monetary independence: evidence from a
group of new EU member countries'

session E-2: 'empirical macroeconomics II'

location: seminarraum 8

chair: Gerhard Reitschuler

Karin Mayr

'immigration and income redistribution - a political economy analysis'

Fabio Rumler

'estimates of the open economy new keynesian phillips curve for euro area countries'

Gerhard Reitschuler, Jesus Crespo-Cuaresma

'is the ricardian equivalence proposition an 'aerie fairy' theory for europe?'

session F-2: 'gender and economics'

location: seminarraum 9

chair: Rene Böheim

Martin Halla, Christine Atteneder, Rene Böheim,
Reiner Buchegger

'the counterfactual of having a lawyer in divorce cases'

Christine Atteneder, Rene Böheim, Reiner Buchegger,
Martin Halla

'the reform of the austrian custody law and its influence on the custody decision after divorce'

Rene Böheim, Helmut Hofer, Christine Zulehner

'wage differences between men and women in austria: evidence from 1983 and 1997'

conference programme

friday, 27th may 2005

1900 _ 2000

NOeG members' assembly

location: aula

2000 _ 2200

dinner reception and 'young economist award'

location: entrance hall

session A-3: 'decision making in groups'

location: seminarraum 1

chair: Anthony Ziegelmeyer

Gerlinde Fellner, Yoshio Iida, Sabine Kröger, Erika Seki
'superman and under-achievers: an experimental study on heterogeneous productivity in voluntary public good provision'

Wolfgang J. Luhan, Martin Georg Kocher, Matthias Sutter
'preference aggregation and intra-group communication in ultimatum bargaining'

Anthony Ziegelmeyer

'are preferences incomplete? an experimental study using flexible choices'

session B-3: 'industrial organisation theory I'

location: seminarraum 2

chair: Uwe Dulleck

Patrick F.E. Beschorner

'patent novelty and patent height'

Tim Friehe

'incentive effects of damage averaging in tort law'

Uwe Dulleck, Rudolf Kerschbamer

'experts vs. discounters: competition and market unraveling. when consumers do not know what they need'

session C-3: 'empirical industrial organisation II'

location: seminarraum 3

chair: Martin Falk

Andreas Exenberger

'ford's obsession to rubber: an empirical study about irrational decision making'

Claudia Kwapil, Josef Baumgartner, Johann Scharler
'the price-setting behavior of austrian firms: some survey evidence'

Martin Falk

'what drives business R&D intensity across OECD countries?'

session D-3: 'taxes and tax competition'

location: seminarraum 4

chair: Kersten Kellermann

Nikolai Stähler, Florian Baumann

'financing unemployment benefits: dismissal versus employment taxes'

Marco Sahm

'methods of capital gains taxation and the impact on asset prices and welfare'

Kersten Kellermann

'should mobile capital pay for public infrastructure investment?'

session E-3: 'business cycles'

location: seminarraum 8

chair: Burkhard Raunig

Timo Wollmershäuser

'an alternative to the carlson-parkin method for the quantification of qualitative inflation expectations: evidence from the IFO world economic survey'

Burkhard Raunig

'is financial market information useful for forecasting output and inflation in austria?'

session F-3: 'regional economics'

location: seminarraum 9

chair: Jens H. Heine

Ingrid Kubin, Pasquale Commendatore, Martin Currie
'chaotic footloose capital'

Gerold Zakarias, Oliver Fritz, Kurt Kratena,
Gerhard Streicher

'MULTIREG - a multiregional integrated econometric input-output model for austria'

Ansgar Belke, Jens H. Heine

'specialisation patterns and the synchronicity of regional employment cycles in europe'

conference programme

saturday, 28th may 2005

10:30 - 11:00

coffee break

sessions A4 _ F4

1100 _ 1230

saturday, 28th may 2005

session A-4: 'voting'

location: seminarraum 1

chair: Christian Traxler

Ganna Pogrebna

'cooperative and non-cooperative games in TV shows:
group versus individual decision making in the weakest
link'

Stephan Kroll, Jason F. Shogren, Todd Cherry

'voting, punishment and public goods'

Christian Traxler

'social norms and the voluntary provision of public goods:
voting and welfare'

session B-4: 'evolutionary game theory'

location: seminarraum 2

chair: Ana B. Ania

Ulrich Berger, Josef Hofbauer

'irrational behavior in the brown-von neumann-nash
dynamics'

Peter Dürsch, Albert Kolb, Burkhard Schipper, Jörg
Oechssler

'rage against the machines: how subjects learn to play
against computers'

Ana B. Ania

'strategic price imitation '

session C-4: 'multinational firms'

location: seminarraum 3

chair: Peter Egger

Derek Kellenberg

'infrastructure, multinational affiliate production, and the pattern of trade'

Mario Larch

'the multinationalization of the transport sector'

Peter Egger, David Greenaway

'trade liberalisation with multinational firms: effects on welfare and intra-industry trade'

session D-4: 'empirical international economics'

location: seminarraum 4

chair: Yvonne Wolfmayr

Barbara Styczynska, Ansgar Belke

'the allocation of power in the enlarged ECB governing council: an assessment of the ECB rotation model'

Michaela Fuchs, Klaus Wohlrabe

'european union's trade potential after the enlargement in 2004'

Yvonne Wolfmayr

'the impact of international outsourcing on employment: empirical evidence from EU countries'

session E-4: 'price rigidities and inflation'

location: seminarraum 8

chair: Timo Wollmershäuser

Josef Baumgartner, Fabio Rumler, Alfred Stiglbauer

'characteristics of price rigidities in austria – an empirical analysis'

Nina Leheyda,

'determinants of inflation in ukraine: a cointegration approach'

Timo Wollmershäuser,

'inflation dynamics and the role of expectations: evidence from the IFO world economic survey'

session F-4: 'economics of education I'

location: seminarraum 9

chair: Ludger Woessmann

Maria Laura Parisi, Raffaele Miniaci

'educate the parents by subsidizing their children:

challenging the 'digital divide' through social interactions'

Nicole Schneeweis, Rudolf Winter-Ebmer

'peer effects in austrian schools'

Ludger Woessmann

'the effect heterogeneity of central exams: evidence from TIMSS, TIMSS-repeat and PISA'

conference programme

saturday, 28th may 2005

12:30 - 13:45

lunch (in various restaurants close-by)

sessions A5 _ F5

1345 _ 1445

saturday, 28th may 2005

session A-5: 'gift exchange'

location: seminarraum 1

chair: Rupert Sausgruber

Martin Georg Kocher, Matthias Sutter

'individual versus group behavior and the role of the

decision making procedure in gift-exchange experiments'

Rupert Sausgruber, Gerald Pruckner

'reciprocity in a field gift-exchange market'

session B-5: 'industrial organisation theory II'

location: seminarraum 2

chair: Hanjo Koehler

Hans Jarle Kind, Tore Nilssen, Lars Sorgard

'financing of media firms: does competition matter?'

Hanjo Koehler

'the puzzle of noninformative advertising - a behavioral approach'

session D-5: 'policy modelling'

location: seminarraum 4

chair: Dimitrios Varvarigos

Giovanni Di Bartolomeo, Nicola Acocella

'controllability and non-neutrality of economic policy: the tinbergen-theil's approach revised'

Dimitrios Varvarigos, Keith Blackburn

'stabilisation policy in a model of stochastic growth'

session E-5: 'fiscal rules and stabilisation policy'

location: seminarraum 8

chair: Doris Prammer

Harald Badinger

'fiscal rules, discretionary fiscal policy and macroeconomic stability: an empirical assessment for OECD countries'

Doris Prammer, Leopold Diebalek,

Walpurga Koehler-Toeglhofer

'the austrian internal stability pact –its effectiveness revisited'

session F-5: 'economics of education II'

location: seminarraum 9

chair: Wolfgang Lechthaler

Mattia Makovec

'does it pay studying far from home? explaining the returns to geographic mobility of italian graduates'

Wolfgang Lechthaler

'firm training and wage rigidity'

conference programme

saturday, 28th may 2005

15:00 _ 16:30

NOeG lecture

David Laibson (Harvard University)

'immediate gratification: economic consequences and neuroscience origins'

location: aula

chair: Rudolf Kerschbamer

notes

annual meeting of the austrian economic association

organisation and thanks

annual meeting of the austrian economic association

programme committee:

Rudolf Kerschbamer, Michael Pfaffermayr
Matthias Sutter, Hannelore Weck-Hannemann

we are grateful to the following referees for providing assistance:

Ansgar Belke, Fritz Breuss, Uwe Dulleck, Hartmut Egger, Sylvia Frühwirth-Schnatter, Anita Gantner, Georg Götz, Klaus Gugler, Franz Hahn, Stefan Haigner, Wolfgang Höchtl, Richard Hule, Serguei Kaniovski, Rafael Lalive, Jochen Lawrenz, Wolfgang Luhan, Reinhard Neck, Julio Robledo, Engelbert Theurl, Florian Wakolbinger, Jeanette Walde, Hannes Winner, Rudolf Winter-Ebmer, Anthony Ziegelmeyer.

special thanks are due to (local organisation):

Andreas Exenberger, Irene Feige, Cathérine Gamper, Brigitte Gersch, Stefan Haigner, Martin Kocher, Martin Lanser, Monika Lanser, Wolfgang Luhan, Gunther Maier, Magdalena Margreiter, Caroline Obermayr, Paul Raschky, Ursula Schiestl, Hermann Schwärzler, Magdalena Thöni, Florian Wakolbinger, Gerald Wurzinger.