

Seattle 2017

An International Conference

Economic Integration and Economic Growth, II

March 18 and 19, 2017
University of Washington, Seattle, USA

- Organizing Units: Research Center for International Economics, University of Washington, US
Department of Economics, Kobe University, Japan
Department of International Trade, School of International Trade and Economics,
University of International Business and Economics, China
International Management Institute, Kolkata, India
Korea Institute for Industrial Economics and Trade, Korea
Korean Economic Association, Korea
Asia-Pacific Economic Association
- Program Committee: Kar-yiu Wong, University of Washington, US
Arindam Banik, International Management Institute, Kolkata, India
Toshiki Jinushi, Kobe University, Japan
Chung Mo Koo, Kangwon National University and Korean Economic
Association, Korea
Dong-joo Joo, Korea Institute for Industrial Economics and Trade, Korea
Tamotsu Nakamura, Kobe University, Japan
Noritsugu Nakanishi, Kobe University, Japan
Zhongxiu Zhao, University of International Business and Economics, China
- Executive Committee: Kar-yiu Wong, University of Washington, US (chair)
Joshua Aizenman, University of Southern California, US
Shin-ichi Fukuda, Tokyo University, Japan
Yunfang Hu, Kobe University, Japan
Xiaopeng Yin, University of International Business and Economics, China
- Host: Department of Economics, University of Washington, US
- Local Organizing
Committee: Mu-Jang Yang, University of Washington, US
Yiruey Chou, University of Washington, US
Theresa Henry, University of Washington, US
Yida Li, University of Washington, US
Shiyu Liu, University of Washington, US
Nok Hang Wong, University of Washington, US

Program

March 17, 2017

7:00 pm – 9:00 pm **Reception Party**, Qdoba Restaurant.

March 18, 2017

General sessions and sessions A will be held in Room 260, while sessions B will be in Room 264, Savery Hall.

8:30 – 8:50 am **Registration**

8:50 am – 9:20 am **Welcoming Session**

Chair: Haideh Salehi-Esfahani, University of Washington

Tamotsu Nakamura, *Kobe University, Japan*

Dong-joo Joo, *Korea Institute for Industrial Economics and Trade, Korea*

Xiaopeng Yin, *University of International Business and Economics, China*

Arindam Banik, *International Management Institute Kolkata, India*

Chung Mo Koo, *Korean Economic Association, Korea*

Kar-yiu Wong, *Research Center for International Economics, US, Asia-Pacific Economic Association, and University of Washington, US*

9:20 – 10:50 am **Sessions 1A – 1B**

Session 1A. Trade and Industrial Policy

Organizer: Korea Institute of Industrial Economics and Trade

Chair: Dong-joo Joo, Korea Institute for Industrial Economics and Trade, KR

Jaehan Cho, *Korea Institute for Industrial Economics and Trade, KR*, “Heterogeneity in Production Technologies and the Effects of FTAs”

Jiong Gong, *University of International Business and Economics, CN*, “P2P lending: credit rationing or over-investment?”

Lurong Chen, *Economic Research Institute for ASEAN and East Asia, ID*, “Mega FTAs, IPR Protection, and Trade”

Session 1B. Financial Services and Bubbles

Chair: Arindam Banik, International Management Institute Kolkata, IN

Jang-Ting Guo, *University of California, Riverside, US*, “Progressive Taxation as an Automatic Destabilizer under Endogenous Growth”

Xinding Yu, *University of International Business and Economics, CN*, “Global Value Chain Participation and Recent Global Business Cycle”

Joseph Alba, *Nanyang Technological University, SG*, “Does wage-inflation targeting complement foreign exchange intervention?”

10:50 – 11:05 am **Coffee/Tea Break**

11:05– 12:35 pm **Sessions 2A – 2B**

Session 2A. Foreign Trade and Foreign Direct Investment

Chair: Jin Zhang, University of International Business and Economics, CN

Eric E. Osei Opoku, *City University of Hong Kong, HK*, “Foreign Direct Investment, Export and Economic Growth in Africa: Evidence from a Quasi Experiment”

Sugandha Huria, *Center for International Trade and Development, IN*, “Trade, Foreign Direct Investment and Wage Inequality: A Theoretical Study”

Hong Nga Nguyen, *Institute of World Economics and Politics, VN*, “Vietnam: Achievements of and challenges for Emerging as an FTA Hub”

Session 2B. Productivity and the IT Industry

Chair: Mu-Jeung Yang, University of Washington, US,

Minchung Hsu, *National Graduate Institute for Policy Studies, JP*, “Reforming Medicaid Long Term Care Insurance”

Bindu Chhabra, *International Management Institute, IN*, “Back to the Future? : Challenges and opportunities for Indian IT Industry in the New Economic Order”

Lex Zhao, *Kobe University, JP* and **Kazumichi Iwasa**, *Kobe University, JP*, “Inequalities and Patience in Catching-up”

12:35– 2:20 pm **Lunch**

2:20– 3:50 pm **Sessions 3A**

Session 3A. TPP and Economic Integration

Chair: Chung Mo Koo, Kangwon National University, KR

Jong-Hwan Ko, *Harvard University, US*, “Withdrawing the United States from the TPP and Its Economic Cost: A CGE Approach”

Hiro Lee, *Osaka University, JP*, “U.S. Withdrawal from the Trans-Pacific Partnership and the Effects of Alternative Trade Integration Scenarios in the Asia-Pacific”

Xiaopeng Yin, *University of International Business and Economics, CN*, “Why do countries prefer to integrate each other: An Unbalanced Growth Approach”

3:50 – 4:05 pm **Coffee/Tea Break**

4:05– 5:35 pm **Sessions 4A**

Session 4A. Trade Issues

Chair: Inaba Chihiro, Kobe University, JP

Juyoung Cheong, *Kyung Hee University, KR*, “Trade Elasticity: Estimates from Product-level Data”

Willem Thorbecke, *Research Institute of Economy, JP*, “Is There Competition between South Korea and China in Exports to Third Markets?”

Anusua Datta, *Philadelphia University*, US, “Sourcing of US Apparel Imports and the Role of TNCs”

6:00 – 9:00 pm **Conference Dinner**, Ray’s Boathouse.

Mar 19, 2017

9:00 – 10:30 am

Session 5A. Financial Services and Bubbles

Chair: **Lex Zhao**, *Kobe University*, JP

Arindam Banik, *International Management Institute Kolkata*, IN, “Assessing the Barriers to Trade in Financial Services in BRICS Economies”

Masayuki Otaki, *University of Tokyo*, JP, “A Theory on Origin of Speculative Bubbles and Public Debt Accumulation”

Ashok Nag, *NMIMS University*, IN, “Does Political Business Cycle exist in India?”

10:30 – 10:45 am **Coffee/Tea Break**

10:45– 12:15 pm

Session 6A. China Issues

Chair: **Xiaopeng Yin**, *University of International Business and Economics*, CN

Joshua Aizenman, *University of Southern California*, US, “Chinese Outwards Mercantilism – The Art and Practice of Bundling”

Kar-yiu Wong, *University of Washington*, US, “China’s Path of Marketization: Introducing An Index of Marketization”

Henry Y. Wan, Jr, *Cornell University*, US and **An-Chi Tung**, *Academia Sinica*, TW, “Industrial Policy: Chinese Debates and Taiwan’s Foundries”

12:15– 2:15 pm **Lunch**

2:15– 3:45 pm

Session 7A. Industrial Policies and Economic Growth

Chair: **Hiro Lee**, *Osaka University*, JP

Jin Zhang, Yongmin Chen, and Jianpei Li, *University of International Business and Economics*, CN, “Optimal Liability for Credence Goods”

Inaba Chihiro, *Kobe University*, JP, “Effects of Globalization on Job Choice and Unemployment under Labor Search Friction”

Mu-Jeung Yang, *University of Washington*, US, “The Impact of Emerging Market Competition on Innovation and Business Strategy”

3:45 – 4:00 pm **Coffee/Tea Break**

4:00– 5:30 pm

Session 8A. FDI and Growth

The Kobe Workshop

Chair: **Jong-Hwan Ko**, *Harvard University*, US

Miaojie Yu, *Peking University*, CN and **Wei Tian**, *University of International Business and Economics*, CN, “China’s outward FDI”

Jang-Ting Guo, *University of California, Riverside*, US and **Shu-Hua Chen**, National Taipei University, TW,
“Progressive Taxation as an Automatic Destabilizer under Endogenous Growth”

Yunfang Hu, *Kobe University*, JP, “Trade Liberalization and Specialization with Endogenous Physical and
Human Capital”

6:00 – 9:00 am **Conference Dinner**, Mama Melina Restaurant.