

Topics course in Sovereign Default: Weekly Plan

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Week 1.

- Class 1: Introduction + Seminal papers (Arellano (2008))
- Class 2: Seminal papers, cont'd (Aguiar and Gopinath (2006)) + Numerical solution of Arellano (2008).

Week 2.

- Class 3: Numerical solution of Arellano (2008), cont'd + Divide and conquer method in discrete search (Gordon and Qiu (2015))
- Class 4: Exogenous maturity in sovereign debt (Hatchondo and Martinez (2009))

Week 3.

- Class 5: Exogenous maturity in sovereign debt, cont'd (Chatterjee and Eyigungor (2012))
- Class 6: Endogenous maturity (Aguiar, Amador, Hopenhayn, and Werning (2019), Sanchez, Sapriza, and Yurdagul (2018))

Week 4.

- Class 1: Empirical facts on debt restructurings (Cruces and Trebesch (2013))
- Class 2: Modeling endogenous restructuring (Dvorkin, Sanchez, Sapriza, and Yurdagul (2018b))

Week 5.

- Class 1: Modeling endogenous restructuring (Dvorkin, Sanchez, Sapriza, and Yurdagul (2018b)), cont'd News with short bonds: Durdu, Nunes, and Sapriza (2013)
- Class 2: News and maturity in sovereign debt (Dvorkin, Sanchez, Sapriza, and Yurdagul (2018a))

Week 6.

- Class 1: Risk averse international lenders (Lizarazo (2013))
- Class 2: Sovereign defaults and reserves (Bianchi, Hatchondo, and Martinez (2018))

Week 7.

- Class 1: Domestic lending through a banking sector (Sosa-Padilla (2018))
- Class 2: Classic paper on self-fulfilling crises (Cole and Kehoe (2000))

Week 8.

- Class 1: Quantitative analysis with additional features (Bocola and Dovis (2016))
- Class 2: Student presentations of projects

References

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