

1 Background Readings

Papers with (*) are emphasized in the lecture. Almost all my papers below are available at my Princeton homepage.

November 4:

(*) Ben Bernanke. 1993. "The World on the Cross of Gold: A Review of 'Golden Fetters'." *Journal of Monetary Economics* 31: 251-267.

Carmen Reinhart and Kenneth Rogoff. 2009. *This Time is Different*. Pat V and VI. Princeton: Princeton University Press.

Tobias Adrian and Hyun Shin. 2010. "The Changing Nature of Financial Intermediation and the Financial Crisis of 2007-2009." *Annual Review of Economics*. 603-618.

Ben Bernanke and Mark Gertler. 1989. "Agency Costs, Net Worth, and Business Fluctuation." *American Economic Review*. 14-31.

(*) Nobuhiro Kiyotaki and John Moore. 1997. "Credit Cycles." *Journal of Political Economy*. 211-248. (Mainly Sections I and II.)

Nobuhiro Kiyotaki. 1998. "Credit and Business Cycles." *Japanese Economic Review*: 18-35.

(*) Kosuke Aoki, Gianluca Benigno, and Nobuhiro Kiyotaki. 2009. "Capital Flows and Asset Prices," in *NBER International Seminar on Macroeconomics*. Available in my homepage.

November 5: Liquidity and Crises

Nobuhiro Kiyotaki and John Moore. 2005. "Financial Deepening." *Journal of European Economic Association*. Available at my homepage.

(*) Nobuhiro Kiyotaki and John Moore. 2012. "Liquidity, Business Cycles and Monetary Policy."

(*) Marco Del Negro, Gauti Eggertsson, Andrea Ferrero and Nobuhiro Kiyotaki. 2012. "The Great Escape?"

November 6: Financial Intermediary and Crises

Mark Gertler and Peter Karadi. 2011. "A Model of Unconventional Monetary Policy." *Journal of Monetary Economics* 58: 17-S34.

Mark Gertler and Nobuhiro Kiyotaki. 2010. "Financial Intermediation and Credit Policy in Business Cycle Analysis," in Benjamin Friedman and Michael Woodford (eds.) *Handbook of Monetary Economics*, Volume 3A. 547-599. Elsevier Science B.V. Amsterdam.

Mark Gertler, Nobuhiro Kiyotaki and Albert Queralto. 2012. "Financial Crises, Bank Risk Exposure and Government Financial Policy." *Journal of Monetary Economics* 59: S17-S34.

(*) Mark Gertler and Nobuhiro Kiyotaki. 2015. "Banking, Liquidity and Bank Runs in an Infinite Horizon Economy." *American Economic Review* 105(7): 2011-2043.

(*) Mark Gertler, Nobuhiro Kiyotaki and Andrea Prestipino. 2015. "Wholesale Banking and Bank Runs in Macroeconomic Modelling of Financial Crises." Mimeo, NYU and Princeton.