Advanced Macroeconomics (14.462(a))

Ricardo Caballero

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1 Introduction: Asset Markets and Macroeconomic Policy


2 Speculation and Heterogeneous Beliefs


3 Optimism (“over-confidence”)


4 Pessimism (“under-confidence”)


5 Risk-centric Macroeconomics


6 Safe Asset Scarcity and Low Interest Rates


7 Asset Markets in the Global Economy


8 Endogenous Volatility and Systemic Risk (the Supply side)


3. He, Z. and A. Krishnamurthy, “Intermediary Asset Pricing and the Financial Crisis” NBER WP 24415, March 2018

