FRIDAY, SEPTEMBER 29

8:15-8:45  Breakfast

8:45
Opening remarks:
Lori Rennison, Senior Policy Director, International Economic Analysis, Bank of Canada
Soo Min Toh, Director, Institute for Management and Innovation (IMI), UTM

Session 1: Production Network, Policy Intervention and Misallocation in Industry
Chair: Gueorgui Kambourov, University of Toronto

9:00-9:45
Industrial Policy and Economic Development
Ernest Liu (MIT/Princeton University)

9:45-10:30
Production Network and Misallocation
Pravin Krishna (Johns Hopkins) and Heiwai Tang (Johns Hopkins)

10:30-10:45  Coffee Break

Session 2: Misallocation in Agriculture
Chair: Christopher Hajzler

10:45-11:30
Misallocation, Selection and Productivity: A Quantitative Analysis with Panel Data from China
Tasso Adamopoulos (York University), Loren Brandt (University of Toronto), Jessica Leight (American University) and Diego Restuccia (University of Toronto)

11:30-1:30  Lunch
Luncheon speech: Timothy Lane, Deputy Governor, Bank of Canada
Introduction by Miquel Faig, Chair, Economics UTM

Session 3: Innovation
Chair: Lin Shao, Bank of Canada

1:30-2:15
Trade and Innovation: The Role of Scale and Competition Effects
Kevin Lim (University of Toronto), Daniel Trefler (University of Toronto) and Miaojie Yu (Peking University)

2:15-3:00
China's Rising IQ (Innovation Quotient) and Growth: Firm-level Evidence
Jing Fang (SUFÉ), Hui He (IMF) and Nan Li (IMF)

3:00-3:15  Coffee break

3:15-4:00
Notching R&D Investment with Corporate Income Tax Cuts in China
Zhao Chen (Fudan University), Zhikuo Liu, Juan Carlos Suarez Serrato and Daniel Xu (Duke University)

Keynote Speech
Chair: Xiaodong Zhu, University of Toronto

4:00-5:00
From imitation to innovation: Where is all that Chinese R&D going?
Fabrizio Zilibotti (Yale University)

6:00-9:00
Conference Reception and Dinner (by invitation only)

SATURDAY, SEPTEMBER 30

8:30-9:00            Breakfast

Session 4: Exchange Rate
Chair: Rose Cunningham, Bank of Canada

9:00-9:45
The Two Pillar Policy for the RMB
Urban J. Jermann (U Penn), Bin Wei (Atlanta Fed) and Vivian Yue (Emory University and Atlanta Fed)

9:45-10:30
Structural Change and the Dynamics of China-US Real Exchange Rate
Jenny Xu (HKUST), Yong Wang (Peking University) and Xiaodong Zhu (University of Toronto)

10:30-10:45  Coffee Break
Session 5: Labour Mobility  
Chair: **Tasso Adamopoulos**

10:45-11:30  
*China’s Mobility Barrier and Employment Allocation*  
Rachel Ngai (LSE), Christopher Pissarides (LSE) and Jing Wang (HKUST)

11:30-1:00  Lunch

Session 6: Capital Misallocation  
Chair: **Oleksiy Kryvstov**, Bank of Canada

1:00-1:45  
*Capital Misallocation: Frictions or Distortions?*  
Joel M. David (USC) and Venky Venkateswaran (NYU Stern)

1:45-2:30  
*Credit Allocation under Economic Stimulus: Evidence from China*  
Lin William Cong (Chicago Booth) and Jacopo Ponticelli (Chicago Booth)

2:30-2:45  Coffee break

2:45-3:30  
*Interest Rate Liberalization and Capital Misallocation*  
Zheng Liu (San Francisco Fed), Pengfei Wang (HKUST) and Zhiwei Xu (Shanghai Jiaotong University)