



2ND EUROFRAME CONFERENCE
ON ECONOMIC POLICY ISSUES IN THE EUROPEAN UNION
Trade, FDI and relocation: challenges for the EU?

Vienna, Friday 3 June 2005

Organised by the EUROFRAME group
of Research Institutes

*Hosted by Kommunalkredit Austria
Venue: Wien, 9. Bezirk, Türkenstraße 9*

PROGRAMME

8.15 – 9.00: Registration (entrance hall)

9.00 – 9.20: Opening Addresses (ground floor)

Karl Aiginger, WIFO Director, John Fitz Gerald, EUROFRAME Chairman and ESRI

9.20 – 11.00: Parallel Session 1. Relocation of activities in the EU (ground floor)

Chair: **Markku Kotilainen, ETLA**

Revealed comparative advantage in the internal market, **Mika Widgrén, Turku School of Economics, ETLA, CEPR and CESifo**

The location of industrial activities after EU enlargement: a sectoral approach, **Laurent Ferrara and Alain Henriot, Centre d'Observation Économique, Paris Chamber of Commerce**

The effects of policy heterogeneity on trade and investment in services: empirical analysis for the EU, **Henk Kox and Arjan Lejour, CPB**

Services offshoring into Ireland, **Frank Barry, University College Dublin**

Discussant: **George Gelauff, CPB**

9.20 – 11.00: Parallel Session 2. Trade and relocation in CEECs (5th floor)

Chair: **Joachim Scheide, IfW**

Speed of convergence and relocation: new EU Member countries catching up with the old, **Kari E.O. Alho, ETLA and University of Helsinki, Ville Kaitila, ETLA, and Mika Widgrén Turku School of Economics, ETLA, CEPR and CESifo**

Is relocation really good for the host economy? Evidence regarding FDI impact in the Romanian manufacturing industry, **Liviu Voinea, Group of Applied Economics, Bucharest**

Regional growth in Hungary: the impact of European economic integration, **Anna Iara, Center for European Integration Studies, University of Bonn, wiw The Vienna Institute for International Economic Studies**

Main determinants of foreign direct investment in the South East European countries, **Valerija Botrić, Institute of Economics, Zagreb and Lorena Škuflić, Graduate School of Economics and Business, Zagreb**

Discussant: **Danny McCoy, ESRI**

11.30 – 13.00: Parallel Session 3. Relocation of activities (5th floor)

Chair: **Heinz Handler, WIFO**

How do geographical forces and fragmentation of production interact in determining the location of industrial activities? Some evidence from the EU-CEECs case, **Gianfranco De Simone, Università di Torino and Università degli Studi di Milano**

New economic geography, empirics, and regional policy, **Steven Brackman, Harry Garretsen, Joeri Gorter, Albert van der Horst and Marc Schramm, CPB**

Relocation: what matters? Competition or/and co-ordination, **Jean-Luc Gaffard, University of Nice Sophia Antipolis, Institut Universitaire de France, and OFCE, Michel Quéré, CNRS-GREDEG, and Francesco Saraceno, OFCE**

Discussant: **Frank Barry, University College Dublin**

11.30 – 13.00: Parallel Session 4. Relocation and employment (1) (ground floor)

Chair: **Paolo Onofri, Prometeia**

A nation of poets and thinkers – Less so with Eastern enlargement? Austria and Germany, **Dalia Marin, University of Munich and CEPR**

Does outsourcing to Central and Eastern Europe really threaten manual workers' jobs in Germany?, **Ingo Geishecker, DIW Berlin**

The German automobile industry and Central Europe's integration into the international division of labour: foreign production, intra-industry trade, and labour market repercussions, **Peter Nunnenkamp, Kiel Institute for World Economics**

Discussant: **John Fitz Gerald, ESRI**

13.00 – 14.00: Lunch Break

14.00 – 15.30: Parallel Session 5. Tax competition (ground floor)

Chair: **Amina Lahrèche-Révil, CEPII**

Capital mobility and tax competition in the EU after enlargement, **Malgorzata Jakubiak and Malgorzata Markiewicz, CASE**

Company tax co-ordination in an enlarged EU, **Margit Schratzenstaller, WIFO**

How to handle tax competition?, **Alfred Boss, IfW**

Discussant: **Silvia Giannini, Prometeia**

14.00– 15.30: Parallel Session 6. Relocation and employment (2) (5th floor)

Chair: **Karl Pichelmann, European Commission**

Fear of relocation? Assessing the impact of Italy's FDI on local employment, **Stefano Federico, Banca d'Italia and Gaetano Alfredo Minerva, Università del Piemonte Orientale 'Amedeo Avogadro'**

MNEs and monetary policy inside the link between re/delocation and employment - Empirical assessment, theoretical renewals and required policies, **Frédéric Boccara, INSEE, IDHE-CNRS**

The impact of international outsourcing on employment: empirical evidence from EU countries, **Martin Falk and Yvonne Wolfmayr, WIFO**

Discussant: **Peter Nunnenkamp, Kiel Institute for World Economics**

15.45 – 17.00: Parallel Session 7. FDI and tax competition (ground floor)

Chair: **Fritz Breuss, WIFO**

Corporate taxation and FDI within the EU25, **Agnès Bénassy-Quéré and Amina Lahrèche-Révil, CEPII**

Corporate taxation and FDI: what has changed over time?, **Maria Valentina Bresciani, Prometeia, Michele Burattoni, Prometeia, Silvia Giannini, Prometeia and University of Bologna, and Gianmarco Ottaviano, Prometeia and University of Bologna**

Discussant: **Malgorzata Markiewicz, CASE**

15.45 – 17.00: Parallel Session 8. FDI and productivity (5th floor)

Chair: **Hannes Leo, WIFO**

Good or bad? - The influence of FDI on output growth - An industry-level analysis, **Carmen Fillat Castejón, University of Zaragoza and Julia Woerz, The Vienna Institute for International Economic Studies and Tinbergen Institute, Erasmus University Rotterdam**

Sourcing knowledge? Knowledge flows between multinational enterprises and national innovation systems, **Bernhard Dachs, ARC systems research and Bernd Ebersberger, Fraunhofer-Gesellschaft, Institute for Systems and Innovation Research (ISI)**

Discussant: **Werner Hözl, WIFO**

17.00 – 18.45: Roundtable: FDI, trade and relocation: challenges for the EU? (ground floor)

Chair: **Catherine Mathieu, OFCE**

Ray Barrell, NIESR

Juergen Kroeger, European Commission

Dalia Marin, University of Munich and CEPR

Henri Sterdyniak, OFCE

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