Contents

List of figures
List of tables
Notes on contributors
Foreword by Jürgen Stark
Acknowledgements

1 Globalisation and macroeconomic performance
   ROBERT ANDERTON AND GEOFF KENNY

2 The impact of globalisation on the euro area macroeconomy
   ROBERT ANDERTON AND PAUL HIEBERT

3 Trade and foreign direct investment in business services: a modelling approach
   JAMES R. MARKUSEN

4 Entry dynamics and the decline in exchange-rate pass-through
   CHRISTOPHER GUST, SYLVAIN LEDUC AND ROBERT J. VIGFUSSON

5 Does the exchange rate belong in monetary policy rules? New answers from a DSGE model with endogenous tradability and trade frictions
   MICHAEL KUMHOF, DOUGLAS LAXTON AND KANDA NAKNOI

6 Globalisation and inflation in the OECD economies
   ISABEL KOSKE, NIGEL PAIN AND MARTE SOLLIE

7 Globalisation and euro area prices and labour markets: some evidence on the impact of low-cost countries
   GABOR PULA AND FRAUKE SKUDELNY
Contents

8 Monetary policy strategy in a global environment 235
PHILIPPE MOUTOT AND GIOVANNI VITALE

9 Monetary policy in a global economy: past and future research challenges 269
JOHN B. TAYLOR

Index 273